

# Dreyfus AMT-Free Municipal Bond Fund



**ANNUAL REPORT**  
August 31, 2018

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## A LETTER FROM THE PRESIDENT OF DREYFUS

Dear Shareholder:

We are pleased to present this annual report for Dreyfus AMT-Free Municipal Bond Fund, covering the 12-month period from September 1, 2017 through August 31, 2018. 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.

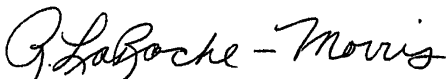
The 12-month period started on solid footing which gave way to a shifting landscape. Through February of 2018, major global economies appeared to be in lock-step as they moved towards less accommodative monetary policy and concurrent growth. In the equity markets, both U.S. and non-U.S. markets enjoyed an upward trek across sectors and market caps. Interest rates rose across the curve putting pressure on bond prices, but sectors such as investment grade and high yield corporates, non-U.S. dollar denominated bonds and emerging market debt, were able to outperform like-duration U.S. Treasuries.

In February, the first rumblings of discontent shook equity markets. Global growth and monetary policy paths began to diverge. Non-U.S. economies weakened. Momentum sputtered, and equities began to struggle. Emerging market debt, non-U.S. denominated bonds and corporate debt gave up much of the performance earned earlier in the period. Long-term U.S. interest rates started to fall. The shockwave ended in April and pressure on U.S. equity markets eased, allowing U.S. equity markets to end the 12-month period with double-digit gains.

Despite new concerns regarding trade, U.S. inflationary pressures and global growth, we are optimistic that U.S. consumer spending, corporate earnings, and economic data will remain strong in the near term. However, we will stay attentive to signs that might signal possible changes on the horizon. As always, we encourage you to discuss the risks and opportunities of today's investment environment with your financial advisor.

Thank you for your continued confidence and support.

Sincerely,



Renee Laroche-Morris  
President  
The Dreyfus Corporation  
September 17, 2018

## DISCUSSION OF FUND PERFORMANCE (Unaudited)

*For the period from September 1, 2017 through August 31, 2018, as provided by Daniel Rabasco and Thomas Casey, Primary Portfolio Managers*

### **Market and Fund Performance Overview**

For the 12-month period ended August 31, 2018, Dreyfus AMT-Free Municipal Bond Fund's Class A shares achieved a total return of 0.40%, Class C shares returned -0.35%, Class I shares returned 0.72%, Class Y shares returned 0.84%, and Class Z shares returned 0.62%.<sup>1</sup> In comparison, the fund's benchmark, the Bloomberg Barclays U.S. Municipal Bond Index (the "Index"), produced a total return of 0.49%.<sup>2</sup>

Municipal bonds generally produced marginally positive total returns over the reporting period, which experienced rising interest rates, continued steady overall demand from traditional investors seeking higher yields, and supply dynamics that shifted favorably due to tax reform. The fund produced returns roughly in line with the Index. Positive factors included our overweight exposure and favorable security selection within higher-yielding revenue-backed bonds.

### **The Fund's Investment Approach**

The fund seeks as high a level of current income exempt from federal income tax as is consistent with the preservation of capital.

To pursue its goal, the fund normally invests substantially all of its net assets in municipal bonds that provide income exempt from federal income tax. The fund also seeks to provide income exempt from the federal alternative minimum tax.

The fund invests at least 65% of its assets in municipal bonds with an A or higher credit rating, or the unrated equivalent as determined by Dreyfus. The fund may invest the remaining 35% of its assets in municipal bonds with a credit rating lower than A, including municipal bonds rated below investment grade ("high yield" or "junk" bonds), or the unrated equivalent as determined by Dreyfus.

The fund's portfolio managers focus on identifying undervalued sectors and securities and minimize the use of interest-rate forecasting. The portfolio managers select municipal bonds for the fund's portfolio 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; and
- Actively trading among various sectors, such as pre-refunded, general obligation, and revenue, based on their apparent relative values. The fund seeks to invest in several of these sectors.

### **Tax Reform and Hunger for Yield Drive Municipal Market Behavior**

Municipal bonds encountered bouts of volatility, particularly through the midway point of the reporting period. The uncertainty surrounding the potential implications of the passage of tax reform, coupled with a monthly record number of new issues, put upward pressure on yields and downward pressure on prices. However, market weakness proved temporary, and municipal bonds generally rebounded as volatility waned during the second half of the reporting period. Demand from individuals in high-tax states increased significantly as the search for immunization against the newly imposed tax restrictions on state and local tax deductions provided a catalyst. Conversely, tax cuts to corporations has softened institutional demand for municipal bonds, particularly from banks and property and casualty insurance companies, as they continue to evaluate the benefits and need for tax-advantaged investments in the wake of lower tax rates. As the economy remains strong, tax revenues continue to support the underlying financial conditions of many municipalities, reducing the perceived risk of lending money to these entities.

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

In this historically low interest-rate environment, investors continue to display yield-seeking behavior, emphasizing lower-quality credits and longer-maturity profiles. The trend towards longer-maturity bonds is exacerbated by the Federal Reserve's (the "Fed") consistent increases of the federal funds rate. These increases have driven up the short part of the yield curve. This activity, in conjunction with demand on the long end, has caused the yield curve to flatten. This flattening action has detracted from bond returns through the 5-year portion of the curve. In addition to seeking longer-maturity securities, investors are opting for lower-quality credit, purchasing bonds in the lower investment grade and high yield credit sectors. This demand is supporting prices in these sectors and contributing to spread compression.

### **Revenue-Backed Bonds and Lower-Quality Instruments Support Fund Results**

The fund's performance compared to the Index was supported during the reporting period by overweight exposure to higher-yielding revenue-backed bonds and underweighted positions among general obligation bonds. Results were particularly favorable from bonds backed by hospitals and airports, as well as tobacco securitization bonds. Successful security selection during the reporting period also bolstered returns. Selection of essential service revenue bonds in the water, sewer, and transportation subsectors also helped. In addition, exposure to A and BBB rated bonds was additive.

Although disappointments proved relatively mild during the reporting period, overweight exposure to municipal bonds with maturities in the 5- to 10-year range weighed on relative performance. This is the section of the curve where the effect of rising rates was most pronounced. Other laggards included higher-quality, lower-yielding bonds in the AAA and AA ratings categories.

### **A Constructive Investment Posture**

Market volatility surrounding the enactment of tax reform legislation and rising short-term interest rates appears to have eased and favorable supply-and-demand dynamics have resumed. As the economy remains strong, we anticipate continued support of issuer fundamentals. Rates may continue to rise. As the calendar year progresses, we suspect seasonal effects may contribute to market volatility as supply increases and reinvestment demand falls. This may cause spreads to widen and create more attractive buying opportunities.

Therefore, we have maintained a constructive investment posture, including an emphasis on higher-yielding revenue bonds and advantageous yield curve positioning. In addition, we remain judiciously diversified across the credit spectrum.

Currently, we are modestly overweight to lower investment grade credits which offer attractive yield potential and solid credit fundamentals. We will continue to seek out individual credits with favorable return potential and select investment opportunities which support liquidity within the fund.

September 17, 2018

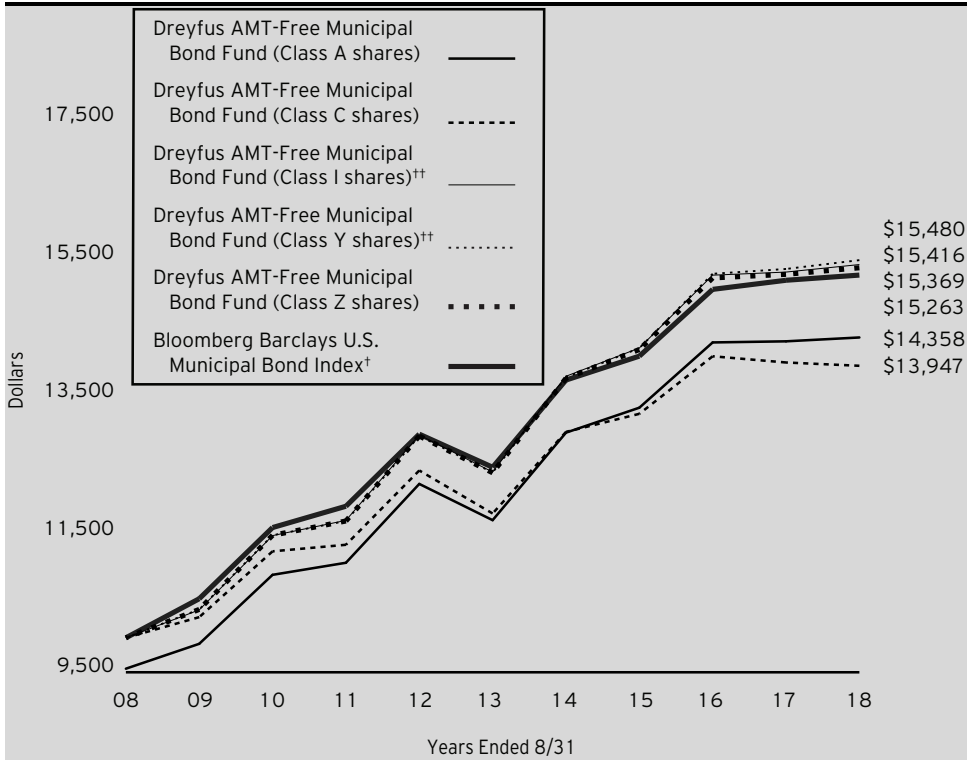
<sup>1</sup> *Total return includes reinvestment of dividends and any capital gains paid, and does not take into consideration the maximum initial sales charge in the case of Class A shares or the applicable contingent deferred sales charge imposed on redemptions in the case of Class C shares. Had these charges been reflected, returns would have been lower. Class I, Class Y and Class Z shares are not subject to any initial or deferred sales charge. Past performance is no guarantee of future results. Share price, yield, and investment return fluctuate such that upon redemption, fund shares may be worth more or less than their original cost. Income may be subject to state and local taxes. Capital gains, if any, are fully taxable. The fund's returns reflect the absorption of certain fund expenses by The Dreyfus Corporation pursuant to an agreement in effect through December 31, 2018, at which time it may be extended, terminated, or modified. Had these expenses not been absorbed, the fund's returns would have been lower.*

<sup>2</sup> *Source: Lipper Inc. — The Bloomberg Barclays U.S. Municipal Bond Index covers the U.S.-dollar-denominated, long-term, tax-exempt bond market. Investors cannot invest directly in any index.*

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

*High yield bonds involve increased credit and liquidity risks compared with investment-grade bonds and are considered speculative in terms of the issuer's ability to pay interest and repay principal on a timely basis.*

# FUND PERFORMANCE (Unaudited)



Comparison of change in value of \$10,000 investment in Dreyfus AMT-Free Municipal Bond Fund Class A shares, Class C shares, Class I shares, Class Y shares and Class Z shares and the Bloomberg Barclays U.S. Municipal Bond Index (the "Index")

† Source: Lipper Inc.

\*\* The total return figures presented for Class I shares of the fund reflect the performance of the fund's Class Z shares for the period prior to 12/15/08 (the inception date for Class I shares).

The total return figures presented for Class Y shares of the fund reflect the performance of the fund's Class Z shares for the period prior to 7/1/13 (the inception date for Class Y shares).

Past performance is not predictive of future performance.

The above graph compares a \$10,000 investment made in each of the Class A, Class C, Class I, Class Y and Class Z shares of Dreyfus AMT-Free Municipal Bond Fund on 8/31/08 to a \$10,000 investment made in the Index on that date. All dividends and capital gain distributions are reinvested.

The fund's performance shown in the line graph above takes into account the maximum initial sales charge on Class A shares and all other applicable fees and expenses on all classes. The fund covers the U.S.-dollar-denominated long-term tax-exempt bond market. Unlike a mutual fund, the Index is not subject to charges, fees and other expenses. Investors cannot invest directly in any index. Further information relating to fund performance, including expense reimbursements, if applicable, is contained in the Financial Highlights section of the prospectus and elsewhere in this report.

FUND PERFORMANCE (*Unaudited*) (*continued*)

Average Annual Total Returns as of 8/31/18				
	Inception			
	Date	1 Year	5 Years	10 Years
<b>Class A shares</b>				
with maximum sales charge (4.5%)	3/31/03	-4.13%	3.22%	3.68%
without sales charge	3/31/03	0.40%	4.17%	4.16%
<b>Class C shares</b>				
with applicable redemption charge <sup>†</sup>	3/31/03	-1.33%	3.39%	3.38%
without redemption	3/31/03	-0.35%	3.39%	3.38%
<b>Class I shares</b>	12/15/08	0.72%	4.44%	4.42% <sup>††</sup>
<b>Class Y shares</b>	7/1/13	0.84%	4.54%	4.47% <sup>††</sup>
<b>Class Z shares</b>	5/6/94	0.62%	4.40%	4.39%
<b>Bloomberg Barclays U.S. Municipal Bond Index</b>		<b>0.49%</b>	<b>4.12%</b>	<b>4.32%</b>

<sup>†</sup> The maximum contingent deferred sales charge for Class C shares is 1% for shares redeemed within one year of the date of purchase.

<sup>††</sup> The total return performance figures presented for Class I shares of the fund reflect the performance of the fund's Class Z shares for the period prior to 12/15/08 (the inception date for Class I shares).

The total return performance figures presented for Class Y shares of the fund reflect the performance of the fund's Class Z shares for the period prior to 7/1/13 (the inception date for Class Y shares).

The performance data quoted represents past performance, which is no guarantee of future results. Share price and investment return fluctuate and an investor's shares may be worth more or less than original cost upon redemption. Current performance may be lower or higher than the performance quoted. Go to [Dreyfus.com](http://Dreyfus.com) for the fund's most recent month-end returns.

The fund's performance shown in the graph and table does not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption of fund shares. In addition to the performance of Class A shares shown with and without a maximum sales charge, the fund's performance shown in the table takes into account all other applicable fees and expenses on all classes.



## UNDERSTANDING YOUR FUND'S EXPENSES (Unaudited)

As a mutual fund investor, you pay ongoing expenses, such as management fees and other expenses. Using the information below, you can estimate how these expenses affect your investment and compare them with the expenses of other funds. You also may pay one-time transaction expenses, including sales charges (loads) and redemption fees, which are not shown in this section and would have resulted in higher total expenses. For more information, see your fund's prospectus or talk to your financial adviser.

### Review your fund's expenses

The table below shows the expenses you would have paid on a \$1,000 investment in Dreyfus AMT-Free Municipal Bond Fund from March 1, 2018 to August 31, 2018. It also shows how much a \$1,000 investment would be worth at the close of the period, assuming actual returns and expenses.

#### Expenses and Value of a \$1,000 Investment

assuming actual returns for the six months ended August 31, 2018

	Class A	Class C	Class I	Class Y	Class Z
Expenses paid per \$1,000†	\$ 3.56	\$ 7.35	\$ 2.29	\$ 2.29	\$ 2.39
Ending value (after expenses)	\$ 1,016.00	\$ 1,012.10	\$ 1,018.00	\$ 1,018.30	\$ 1,017.10

## COMPARING YOUR FUND'S EXPENSES WITH THOSE OF OTHER FUNDS (Unaudited)

### Using the SEC's method to compare expenses

The Securities and Exchange Commission ("SEC") has established guidelines to help investors assess fund expenses. Per these guidelines, the table below shows your fund's expenses based on a \$1,000 investment, assuming a hypothetical 5% annualized return. You can use this information to compare the ongoing expenses (but not transaction expenses or total cost) of investing in the fund with those of other funds. All mutual fund shareholder reports will provide this information to help you make this comparison. Please note that you cannot use this information to estimate your actual ending account balance and expenses paid during the period.

#### Expenses and Value of a \$1,000 Investment

assuming a hypothetical 5% annualized return for the six months ended August 31, 2018

	Class A	Class C	Class I	Class Y	Class Z
Expenses paid per \$1,000†	\$ 3.57	\$ 7.37	\$ 2.29	\$ 2.29	\$ 2.40
Ending value (after expenses)	\$ 1,021.68	\$ 1,017.90	\$ 1,022.94	\$ 1,022.94	\$ 1,022.84

† Expenses are equal to the fund's annualized expense ratio of .70% for Class A, 1.45% for Class C, .45% for Class I, .45% for Class Y and .47% for Class Z, multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period).

# STATEMENT OF INVESTMENTS

August 31, 2018

Description	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>Long-Term Municipal Investments - 99.1%</b>				
<b>Alabama - 2.4%</b>				
Birmingham Water Works Board, Water Revenue Bonds	5.00	1/1/21	1,395,000 <sup>a</sup>	1,498,035
Birmingham-Jefferson Civic Center Authority, Special Tax Revenue Bonds, Series 2018 B	5.00	7/1/43	3,555,000	3,966,633
Black Belt Energy Gas District, Gas Prepay Revenue Bonds, 1 Month LIBOR + .90%	2.30	12/1/23	4,000,000 <sup>b</sup>	4,000,000
Jefferson County, Revenue Bonds, Refunding	5.00	9/15/32	2,000,000	2,276,400
Jefferson County, Senior Lien Sewer Revenue Bonds Warrants (Insured; Assured Guaranty Municipal Corp.)	0/6.60	10/1/42	14,000,000 <sup>c</sup>	12,278,700
				<b>24,019,768</b>
<b>Arizona - .7%</b>				
Arizona Board of Regents, Stimulus Plan for Economic and Educational Development Revenue Bonds (Arizona State University)	5.00	8/1/31	3,770,000	4,255,689
La Paz County Industrial Development Authority, Education Facility LR (Charter Schools Solutions-Harmony Public Schools Project)	5.00	2/15/36	1,750,000 <sup>d</sup>	1,863,995
Phoenix Industrial Development Authority, Student Housing Revenue Bonds, Refunding (Downtown Phoenix Student Housing LLC-Arizona State University Project) Series 2018 A	5.00	7/1/37	1,000,000	1,103,590
				<b>7,223,274</b>
<b>California - 4.3%</b>				
Anaheim Housing and Public Improvement Authority, Revenue Bonds, Refunding (Electric Utility Distribution System Improvement)	5.00	10/1/29	1,380,000	1,506,629
California, GO (Various Purpose)	5.00	8/1/36	5,000,000	5,775,100
California, GO (Various Purpose)	5.25	3/1/30	2,500,000	2,632,575
California, GO (Various Purpose)	5.50	11/1/35	2,000,000	2,157,480

Description	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>Long-Term Municipal Investments - 99.1% (continued)</b>				
<b>California - 4.3% (continued)</b>				
California Health Facilities Financing Authority, Revenue Bonds (Providence Saint Joseph Health)	4.00	10/1/36	5,000,000	5,220,900
California Health Facilities Financing Authority, Revenue Bonds (Sutter Health)	5.00	11/15/46	4,750,000	5,361,800
California State Public Works Board, LR (Department of Corrections and Rehabilitation) (Various Correctional Facilities)	5.00	9/1/27	5,260,000	6,082,191
California Statewide Communities Development Authority, Revenue Bonds (Loma Linda University Medical Center) Series A	5.00	12/1/33	1,000,000 <sup>d</sup>	1,112,360
Glendale Community College District, GO (Insured; National Public Finance Guarantee Corp.)	0.00	8/1/21	1,520,000 <sup>e</sup>	1,438,741
Golden State Tobacco Securitization Corporation, Revenue Bonds	5.00	6/1/27	3,875,000	4,489,304
North Natomas Community Facilities District Number 4, Special Tax Bonds	5.00	9/1/30	1,000,000	1,103,240
South Orange County Public Financing Authority, Special Tax Senior Lien Revenue Bonds (Ladera Ranch)	5.00	8/15/25	1,000,000	1,106,660
Southern California Power Authority, Revenue Bonds (Apex Power Project)	5.00	7/1/37	2,175,000	2,464,057
Successor Agency to the Redevelopment Agency of the City of Pittsburg, Subordinate Tax Allocation Revenue Bonds (Los Medanos Community Development Project) (Insured; Assured Guaranty Municipal Corp.)	5.00	9/1/29	2,020,000	2,333,019
				<b>42,784,056</b>
<b>Colorado - 4.2%</b>				
Colorado Health Facilities Authority, HR (Children's Hospital Colorado Project)	5.00	12/1/41	1,500,000	1,667,415
Colorado Health Facilities Authority, Revenue Bonds (Catholic Health Initiatives)	5.00	2/1/41	5,000,000	5,165,600
Colorado Health Facilities Authority, Revenue Bonds (Catholic Health Initiatives)	5.00	7/1/38	2,900,000	3,069,766

STATEMENT OF INVESTMENTS (continued)

Description	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>Long-Term Municipal Investments - 99.1% (continued)</b>				
<b>Colorado - 4.2% (continued)</b>				
Colorado Health Facilities Authority, Revenue Bonds (Catholic Health Initiatives)	5.25	1/1/45	3,000,000	3,210,000
Colorado Health Facilities Authority, Revenue Bonds (Catholic Health Initiatives)	6.25	10/1/33	1,200,000	1,204,176
Denver City and County , Airport Revenue Bonds, Refunding, Series 2018 B	5.00	12/1/43	4,000,000	4,590,320
Denver City and County , Airport System Subordinate Revenue Bonds	5.00	11/15/43	15,000,000	16,615,050
Denver Convention Center Hotel Authority, Convention Center Hotel Senior Revenue Bonds	5.00	12/1/31	1,500,000	1,685,880
Dominion Water and Sanitation District, Revenue Bonds	5.75	12/1/36	2,000,000	2,117,140
Dominion Water and Sanitation District, Tap Fee Revenue Bonds	6.00	12/1/46	500,000	530,675
E-470 Public Highway Authority, Senior Revenue Bonds	5.38	9/1/26	1,000,000	1,065,890
				<b>40,921,912</b>
<b>Connecticut - 2.1%</b>				
Connecticut, GO	5.00	10/15/25	8,000,000	8,812,480
Connecticut, GO, Series 2018 C	5.00	6/15/38	1,000,000	1,100,620
Connecticut, Special Tax Obligation Revenue Bonds (Transportation Infrastructure Purposes)	5.00	10/1/29	5,000,000	5,494,350
Hartford County Metropolitan District, Clean Water Project Revenue Bonds (Green Bonds)	5.00	11/1/33	4,540,000	5,046,709
				<b>20,454,159</b>
<b>District of Columbia - .6%</b>				
District of Columbia Tobacco Settlement Financing Corporation, Tobacco Settlement Asset-Backed Bonds	0.00	6/15/46	10,900,000 <sup>e</sup>	1,933,333
Metropolitan Washington Airports Authority, Airport System Revenue Bonds	5.00	10/1/35	4,000,000	4,236,480
				<b>6,169,813</b>

Description	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>Long-Term Municipal Investments - 99.1% (continued)</b>				
<b>Florida - 6.7%</b>				
Broward County, Airport System Revenue Bonds	5.38	10/1/29	2,535,000	2,630,772
Central Expressway Authority, Revenue Bonds, Refunding (Insured; Build America Mutual Assurance Company)	5.00	7/1/42	1,000,000	1,132,430
Citizens Property Insurance Corporation, Coastal Account Senior Secured Revenue Bonds	5.00	6/1/25	15,500,000	17,782,840
Citizens Property Insurance Corporation, Personal Lines Account/Commercial Lines Account Senior Secured Revenue Bonds	5.00	6/1/21	3,535,000	3,819,108
Florida Higher Educational Facilities Financing Authority, Educational Facilities Revenue Bonds (Nova Southeastern University Project)	5.00	4/1/35	1,500,000	1,660,065
Florida Higher Educational Facilities Financing Authority, Educational Facilities Revenue Bonds (Nova Southeastern University Project)	5.00	4/1/28	1,250,000	1,418,188
Florida Municipal Power Agency, All-Requirements Power Supply Project Revenue Bonds	5.00	10/1/31	2,000,000	2,273,620
Gainesville Utilities System, Revenue Bonds	5.00	10/1/37	2,000,000	2,301,880
Hillsborough County Aviation Authority, Customer Facility Charge Revenue Bonds (Tampa International Airport)	5.00	10/1/44	3,500,000	3,824,905
Jacksonville Electric Authority, Electric System Revenue Bonds, Refunding	5.00	10/1/28	705,000	790,242
Lee County, Transportation Facilities Revenue Bonds (Insured; Assured Guaranty Municipal Corp.)	5.00	10/1/25	1,530,000	1,747,933
Miami Beach, Stormwater Revenue Bonds, Refunding	5.00	9/1/47	4,500,000	4,881,780
Miami Beach Redevelopment Agency, Tax Increment Revenue Bonds (City Center/Historic Convention Village)	5.00	2/1/35	1,500,000	1,682,025
Miami-Dade County, Seaport Revenue Bonds	5.50	10/1/42	3,000,000	3,338,430
Miami-Dade County Expressway Authority, Toll System Revenue Bonds	5.00	7/1/39	5,000,000	5,521,950

STATEMENT OF INVESTMENTS (continued)

Description	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>Long-Term Municipal Investments - 99.1% (continued)</b>				
<b>Florida - 6.7% (continued)</b>				
Miami-Dade County Expressway Authority, Toll System Revenue Bonds	5.00	7/1/23	5,000,000	5,523,950
Pinellas County Health Facilities Authority, Health System Revenue Bonds (BayCare Health System Issue) (Insured; National Public Finance Guarantee Corp.)	2.94	11/15/23	875,000 <sup>f</sup>	875,000
Saint Johns County Industrial Development Authority, Revenue Bonds (Presbyterian Retirement Communities Project)	5.88	8/1/20	1,000,000 <sup>a</sup>	1,075,590
Tampa, Health System Revenue Bonds (BayCare Health System Issue)	5.00	11/15/46	3,500,000	3,871,175
				<b>66,151,883</b>
<b>Georgia - 3.2%</b>				
Atlanta Development Authority, Senior Lien Revenue Bonds (New Downtown Atlanta Stadium Project)	5.25	7/1/40	1,750,000	1,990,065
Fulton County Development Authority, Hospital Revenue Bonds (Wellstar Health Systems)	5.00	4/1/36	1,000,000	1,114,940
Fulton County Development Authority, Hospital Revenue Bonds (Wellstar Health Systems)	5.00	4/1/34	2,800,000	3,143,924
Main Street Natural Gas Incorporated, Gas Supply Revenue Bonds, 1 Month LIBOR + .75%	2.15	4/1/48	10,250,000 <sup>b</sup>	10,203,772
Municipal Electric Authority of Georgia, Project One Subordinated Bonds	4.00	1/1/21	5,000,000	5,214,100
Municipal Electric Authority of Georgia, Project One Subordinated Bonds	5.00	1/1/21	4,000,000	4,261,440
Private Colleges & Universities Authority, Revenue Bonds (Emory University)	5.00	10/1/43	5,200,000	5,747,716
				<b>31,675,957</b>
<b>Illinois - 10.1%</b>				
Chicago, General Airport Senior Lien Revenue Bonds (Chicago O'Hare International Airport)	5.00	1/1/34	7,300,000	8,041,972
Chicago, General Airport Senior Lien Revenue Bonds (Chicago O'Hare International Airport)	5.25	1/1/31	7,500,000	8,300,850
Chicago, Second Lien Water Revenue Bonds	5.00	11/1/28	1,455,000	1,602,784

Description	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>Long-Term Municipal Investments - 99.1% (continued)</b>				
<b>Illinois - 10.1% (continued)</b>				
Chicago, Second Lien Water Revenue Bonds	5.00	11/1/28	1,000,000	1,129,030
Chicago, Second Lien Water Revenue Bonds	5.00	11/1/25	2,940,000	3,326,110
Chicago Board of Education, GO, Refunding (Insured; Assured Guaranty Municipal Corporation) Series 2018 A	5.00	12/1/29	2,000,000	2,267,240
Chicago Park District, Limited Tax GO (Insured; Build America Mutual Assurance Company)	5.00	1/1/29	2,895,000	3,168,780
Cook County, Sales Tax Revenue Bonds, Refunding	5.00	11/15/36	5,000,000	5,664,900
Greater Chicago Metropolitan Water Reclamation District, GO Unlimited Tax Bonds	5.00	12/1/24	3,000,000	3,428,790
Greater Chicago Metropolitan Water Reclamation District, GO Unlimited Tax Capital Improvement Bonds	5.00	12/1/44	3,000,000	3,290,610
Illinois, Sales Tax Revenue Bonds	5.00	6/15/24	4,270,000	4,679,194
Illinois Finance Authority, Revenue Bonds (Advocate Health Care Network)	5.00	6/1/31	9,155,000	10,055,486
Illinois Finance Authority, Revenue Bonds (OSF Healthcare System)	5.00	11/15/45	1,500,000	1,622,100
Illinois Finance Authority, Revenue Bonds (Rehabilitation Institute of Chicago)	6.00	7/1/43	3,250,000	3,590,762
Illinois Finance Authority, Revenue Bonds (Rush University Medical Center Obligated Group)	5.00	11/15/34	3,000,000	3,319,140
Illinois Municipal Electric Agency, Power Supply System Revenue Bonds	5.00	2/1/32	3,900,000	4,370,223
Illinois Toll Highway Authority, Toll Highway Senior Revenue Bonds	5.00	1/1/36	4,000,000	4,477,600
Metropolitan Pier and Exposition Authority, Revenue Bonds (McCormick Place Expansion Project)	0.00	12/15/51	11,500,000 <sup>e</sup>	2,233,990
Metropolitan Pier and Exposition Authority, Revenue Bonds (McCormick Place Expansion Project)	5.00	6/15/52	4,800,000	4,947,792

STATEMENT OF INVESTMENTS (continued)

Description	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>Long-Term Municipal Investments - 99.1% (continued)</b>				
<b>Illinois - 10.1% (continued)</b>				
Metropolitan Pier and Exposition Authority, Revenue Bonds (McCormick Place Expansion Project)	5.00	6/15/42	3,500,000	3,620,155
Railsplitter Tobacco Settlement Authority, Revenue Bonds	5.00	6/1/26	4,285,000	4,907,782
University of Illinois Board of Trustees, Auxiliary Facilities System Revenue Bonds (University of Illinois)	5.00	4/1/27	7,500,000	8,139,600
University of Illinois Board of Trustees, Auxiliary Facilities System Revenue Bonds (University of Illinois)	5.00	4/1/44	2,500,000	2,704,075
				<b>98,888,965</b>
<b>Indiana - 3.7%</b>				
Indiana Finance Authority, First Lien Wastewater Utility Revenue Bonds (CWA Authority Project) (Green Bonds) (Insured; National Public Finance Guarantee Corp.)	5.00	10/1/28	1,150,000	1,336,151
Indiana Finance Authority, First Lien Wastewater Utility Revenue Bonds (CWA Authority Project) (Green Bonds) (Insured; National Public Finance Guarantee Corp.)	5.00	10/1/29	1,225,000	1,417,521
Indiana Finance Authority, First Lien Wastewater Utility Revenue Bonds (CWA Authority Project) (Green Bonds) (Insured; National Public Finance Guarantee Corp.)	5.00	10/1/30	1,750,000	2,016,840
Indiana Finance Authority, Hospital Revenue Bonds (Community Health Network)	5.00	5/1/42	10,000,000	10,750,000
Indiana Health Facility Financing Authority, Revenue Bonds (Ascension Health Credit Group)	5.00	11/15/36	3,890,000	4,376,522
Indiana Municipal Power Agency, Power Supply System Revenue Bonds	5.00	1/1/36	3,765,000	4,275,157
Indiana Municipal Power Agency, Power Supply System Revenue Bonds	5.00	1/1/37	7,500,000	8,499,450
Richmond Hospital Authority, Revenue Bonds (Reid Hospital Project)	5.00	1/1/35	3,400,000	3,708,992
				<b>36,380,633</b>
<b>Iowa - .9%</b>				
Iowa Finance Authority, Health Facilities Revenue Bonds (UnityPoint Health)	5.00	8/15/33	5,105,000	5,687,838



Description	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>Long-Term Municipal Investments - 99.1% (continued)</b>				
<b>Iowa - .9% (continued)</b>				
Iowa Finance Authority, Healthcare Revenue Bonds (Genesis Health System)	5.00	7/1/23	2,500,000	2,824,650
				<b>8,512,488</b>
<b>Kentucky - 1.4%</b>				
Kentucky Economic Development Finance Authority, Revenue Bonds, Refunding (Louisville Arena Project) (Insured; Assured Guaranty Municipal Corporation)	5.00	12/1/47	3,500,000	3,796,870
Kentucky Public Energy Authority, Gas Supply Revenue Bonds	4.00	4/1/24	9,000,000	9,558,270
				<b>13,355,140</b>
<b>Louisiana - 2.0%</b>				
Louisiana Local Government Environmental Facilities and Community Development Authority, Revenue Bonds (Westlake Chemical Corporation Projects)	6.50	8/1/29	2,500,000	2,707,300
Louisiana Public Facilities Authority, Hospital Revenue Bonds (Franciscan Missionaries of Our Lady Health System Project)	5.00	7/1/47	4,250,000	4,645,675
New Orleans Aviation Board, General Airport Revenue Bonds (North Terminal Project)	5.00	1/1/45	3,250,000	3,555,045
New Orleans Aviation Board, Revenue Bonds (General Airport-N Terminal Project)	5.00	1/1/48	3,500,000	3,900,120
Tobacco Settlement Financing Corporation of Louisiana, Tobacco Settlement Asset-Backed Bonds	5.25	5/15/35	4,745,000	5,108,372
				<b>19,916,512</b>
<b>Maine - .1%</b>				
Maine Health and Higher Educational Facilities Authority, Revenue Bonds (Maine General Medical Center Issue)	7.50	7/1/32	1,250,000	<b>1,382,813</b>
<b>Maryland - 1.8%</b>				
Anne Arundel County, Consolidated General Improvements GO	5.00	4/1/24	1,520,000	1,676,986
Howard County, COP	8.15	2/15/20	605,000	660,527

STATEMENT OF INVESTMENTS (continued)

Description	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>Long-Term Municipal Investments - 99.1% (continued)</b>				
<b>Maryland - 1.8% (continued)</b>				
Maryland Economic Development Corporation, LR (Maryland Public Health Laboratory Project)	5.00	6/1/20	1,000,000	1,056,810
Maryland Economic Development Corporation, PCR (Potomac Electric Project)	6.20	9/1/22	2,500,000	2,553,425
Maryland Health and Higher Educational Facilities Authority, Revenue Bonds (Goucher College Issue)	5.00	7/1/34	1,000,000	1,082,200
Maryland Health and Higher Educational Facilities Authority, Revenue Bonds (Greater Baltimore Medical Center Issue)	5.38	7/1/21	1,500,000 <sup>a</sup>	1,637,775
Maryland Health and Higher Educational Facilities Authority, Revenue Bonds (MedStar Health Issue)	5.00	8/15/38	1,000,000	1,097,950
Maryland Stadium Authority, Revenue Bonds (Construction & Revitalization Program)	5.00	5/1/38	4,450,000	5,114,652
Prince Georges County, Special Obligation Revenue Bonds (National Harbor Project)	5.20	7/1/34	2,700,000	2,709,099
				<b>17,589,424</b>
<b>Massachusetts - 2.8%</b>				
Massachusetts, Federal Highway GAN (Accelerated Bridge Program)	5.00	6/15/26	3,705,000	4,331,886
Massachusetts Department of Transportation, Metropolitan Highway System Senior Revenue Bonds	5.00	1/1/27	5,000,000	5,201,300
Massachusetts Development Finance Agency, Revenue Bonds (Brandeis University Issue)	5.00	10/1/25	2,175,000	2,252,321
Massachusetts Development Finance Agency, Revenue Bonds (Partners HealthCare System Issue)	5.00	7/1/44	2,500,000	2,715,800
Massachusetts Development Finance Agency, Revenue Bonds (Partners HealthCare System Issue)	5.00	7/1/31	4,710,000	5,443,959
Massachusetts Development Finance Agency, Revenue Bonds (Partners HealthCare System Issue)	5.00	7/1/30	4,420,000	5,132,371

Description	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>Long-Term Municipal Investments - 99.1% (continued)</b>				
<b>Massachusetts - 2.8% (continued)</b>				
Metropolitan Boston Transit Parking Corporation, Systemwide Senior Lien Parking Revenue Bonds	5.00	7/1/23	2,000,000	2,165,520
				<b>27,243,157</b>
<b>Michigan - 4.5%</b>				
Brighton Area Schools, GO - Unlimited Tax (Insured; AMBAC)	0.00	5/1/20	1,055,000 <sup>e</sup>	1,017,136
Detroit Community High School, Public School Academy Revenue Bonds	5.75	11/1/35	715,000	434,391
Detroit School District, School Building and Site Improvement Bonds (GO - Unlimited Tax) (Insured; FGIC)	6.00	5/1/20	1,000,000	1,065,460
Great Lakes Water Authority, Water Supply System Second Lien Revenue Bonds	5.00	7/1/46	10,000,000	10,982,300
Karegnondi Water Authority, Revenue Bonds	5.00	11/1/41	2,620,000	2,888,760
Kent Hospital Finance Authority, Revenue Bonds (Spectrum Health System)	5.50	11/15/25	2,500,000	2,745,750
Lansing Board of Water and Light, Utility System Revenue Bonds	5.50	7/1/41	2,500,000	2,727,350
Michigan Building Authority, Revenue Bonds (Facilities Program)	5.00	10/15/45	5,000,000	5,574,950
Michigan Finance Authority, Hospital Revenue Bonds, Refunding (Trinity Health Credit Group)	5.00	12/1/42	1,000,000	1,130,980
Michigan Finance Authority, Local Government Loan Program Revenue Bonds (Detroit Water and Sewerage Department, Sewage Disposal System Revenue Senior Lien Local Project Bonds) (Insured; Assured Guaranty Municipal Corp.)	5.00	7/1/30	1,500,000	1,674,390
Michigan Finance Authority, Local Government Loan Program Revenue Bonds (Detroit Water and Sewerage Department, Sewage Disposal System Revenue Senior Lien Local Project Bonds) (Insured; Assured Guaranty Municipal Corp.)	5.00	7/1/32	3,000,000	3,333,450
Michigan Finance Authority, Local Government Loan Program Revenue Bonds (Detroit Water and Sewerage Department, Water Supply System Revenue Second Lien Local Project Bonds)	5.00	7/1/35	1,190,000	1,308,810

STATEMENT OF INVESTMENTS (continued)

Description	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>Long-Term Municipal Investments - 99.1% (continued)</b>				
<b>Michigan - 4.5% (continued)</b>				
Michigan Finance Authority, Local Government Loan Program Revenue Bonds (Detroit Water and Sewerage Department, Water Supply System Revenue Senior Lien Local Project Bonds) (Insured; Assured Guaranty Municipal Corp.)	5.00	7/1/35	1,520,000	1,677,806
Monroe County Economic Development Corporation, LOR (Detroit Edison Company Project) (Insured; National Public Finance Guarantee Corp.)	6.95	9/1/22	2,000,000	2,352,520
Wayne County Airport Authority, Airport Revenue Bonds (Detroit Metropolitan Wayne County Airport)	5.00	12/1/29	1,700,000	1,943,457
Wayne County Airport Authority, Airport Revenue Bonds (Detroit Metropolitan Wayne County Airport)	5.00	12/1/22	3,000,000	3,185,130
				<b>44,042,640</b>
<b>Minnesota - 1.4%</b>				
Minneapolis, Health Care System Revenue Bonds (Fairview Health Services) (Insured; Assured Guaranty Corp.)	6.50	11/15/38	2,525,000	2,549,341
Minneapolis-Saint Paul Metropolitan Airports Commission, Subordinate Airport Revenue Bonds	5.00	1/1/22	1,210,000	1,328,943
Minneapolis-Saint Paul Metropolitan Airports Commission, Subordinate Airport Revenue Bonds	5.00	1/1/26	1,000,000	1,089,870
Northern Municipal Power Agency, Electric System Revenue Bonds	5.00	1/1/20	2,500,000	2,604,675
Rochester, Health Care Facilities Revenue Bonds (Mayo Clinic)	5.00	11/15/38	1,000,000	1,049,540
Rochester, Health Care Facilities Revenue Bonds (Mayo Clinic)	4.50	11/15/21	1,000,000	1,074,390
Southern Minnesota Municipal Power Agency, Power Supply System Revenue Bonds (Insured; National Public Finance Guarantee Corp.)	0.00	1/1/25	4,505,000 <sup>e</sup>	3,800,013
				<b>13,496,772</b>

Description	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>Long-Term Municipal Investments - 99.1% (continued)</b>				
<b>Missouri - 1.1%</b>				
Health & Educational Facilities Authority of the State of Missouri, Revenue Bonds, Refunding (St. Luke's Health System) Series 2018 A	5.00	11/15/43	1,000,000	1,118,880
Missouri Health and Educational Facilities Authority, Health Facilities Revenue Bonds (CoxHealth)	5.00	11/15/30	3,000,000	3,371,100
Missouri Health and Educational Facilities Authority, Health Facilities Revenue Bonds (SSM Health Care)	5.00	6/1/29	4,000,000	4,474,640
Missouri Joint Municipal Electric Utility Commission, Power Project Revenue Bonds (Prairie State Project)	5.00	12/1/31	2,000,000	2,248,820
				<b>11,213,440</b>
<b>Nebraska - 1.1%</b>				
Public Power Generation Agency of Nebraska, Revenue Bonds (Whelan Energy Center Unit 2)	5.00	1/1/38	3,655,000	4,072,145
Public Power Generation Agency of Nebraska, Revenue Bonds (Whelan Energy Center Unit 2)	5.00	1/1/37	5,050,000	5,633,679
Public Power Generation Agency of Nebraska, Revenue Bonds (Whelan Energy Center Unit 2)	5.00	1/1/30	1,380,000	1,545,407
				<b>11,251,231</b>
<b>Nevada - 1.9%</b>				
Clark County, GO	5.00	11/1/38	8,410,000	9,364,787
Las Vegas Valley Water District, Limited Tax GO (Additionally Secured by Southern Nevada Water Authority Pledged Revenues Bonds)	5.00	6/1/42	2,500,000	2,717,025
Las Vegas Valley Water District, Limited Tax GO (Additionally Secured by Southern Nevada Water Authority Pledged Revenues Bonds)	5.00	6/1/22	3,910,000	4,235,156
Reno City, Sales Tax Revenue Bonds First Lien (Reno Transportation Rail Access Project)	5.00	6/1/48	2,000,000	2,265,400
				<b>18,582,368</b>

STATEMENT OF INVESTMENTS (continued)

Description	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>Long-Term Municipal Investments - 99.1% (continued)</b>				
<b>New Hampshire - .2%</b>				
National Finance Authority, Revenue Bonds, Refunding (Covanta Project)	4.63	11/1/42	2,000,000 <sup>d</sup>	<b>2,010,480</b>
<b>New Jersey - 3.5%</b>				
New Jersey Economic Development Authority, Revenue Bonds	5.25	6/15/27	3,500,000	3,904,530
New Jersey Economic Development Authority, School Facilities Construction Revenue Bonds	5.00	3/1/28	2,250,000	2,410,312
New Jersey Economic Development Authority, School Facilities Construction Revenue Bonds	5.25	6/15/29	1,400,000	1,554,644
New Jersey Economic Development Authority, School Facilities Construction Revenue Bonds	5.25	6/15/31	4,000,000	4,411,280
New Jersey Health Care Facilities Financing Authority, Revenue Bonds (Virtua Health Issue)	5.00	7/1/29	1,000,000	1,114,850
New Jersey Tobacco Settlement Financing Corp., Revenue Bonds, Refunding, Ser. A	5.00	6/1/46	3,000,000	3,277,800
New Jersey Tobacco Settlement Financing Corp., Revenue Bonds, Refunding, Ser. A	5.00	6/1/36	5,000,000	5,587,900
New Jersey Tobacco Settlement Financing Corp., Revenue Bonds, Refunding, Ser. A	5.25	6/1/46	10,595,000	11,853,474
				<b>34,114,790</b>
<b>New York - 7.9%</b>				
Metropolitan Transportation Authority, Transportation Revenue Bonds	5.00	11/15/30	2,500,000	2,870,550
Metropolitan Transportation Authority Hudson Rail Yards Trust, Obligations Revenue Bonds	5.00	11/15/51	5,000,000	5,333,700
New York City, GO	5.00	4/1/27	3,000,000	3,297,870
New York City, GO	5.00	4/1/23	2,055,000	2,262,760
New York City, GO	5.00	8/1/24	2,930,000	3,288,339
New York City, GO	5.00	3/1/25	3,300,000	3,760,614
New York City, GO	5.00	8/1/25	2,500,000	2,823,775

Description	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>Long-Term Municipal Investments - 99.1% (continued)</b>				
<b>New York - 7.9% (continued)</b>				
New York City, GO	5.00	10/1/36	2,500,000	2,702,175
New York City, GO	5.00	8/1/28	1,000,000	1,029,150
New York City, GO	5.00	8/1/25	3,510,000	3,893,889
New York City Transitional Finance Authority, Building Aid Revenue Bonds	5.00	7/15/37	5,340,000	6,003,014
New York Counties Tobacco Trust V, Revenue Bonds	0.00	6/1/50	5,350,000 <sup>e</sup>	747,074
New York Liberty Development Corporation, Revenue Bonds (3 World Trade Center Project)	5.00	11/15/44	4,000,000 <sup>d</sup>	4,210,600
New York Liberty Development Corporation, Revenue Bonds (Goldman Sachs Headquarters Issue)	5.25	10/1/35	2,500,000	3,095,225
New York State Dormitory Authority, State Personal Income Tax Revenue Bonds (General Purpose)	5.00	2/15/43	9,000,000	9,873,180
New York State Dormitory Authority, State Personal Income Tax Revenue Bonds (General Purpose)	5.00	2/15/31	6,590,000	7,497,641
New York State Thruway Authority, General Revenue Bonds	5.00	1/1/27	2,000,000	2,263,640
New York State Urban Development Corporation, Personal Income Tax Revenue Bonds	5.00	3/15/31	4,215,000	4,692,096
Port Authority of New York and New Jersey, (Consolidated Bonds, 184th Series)	5.00	9/1/39	5,000,000	5,617,300
TSASC, Inc. of New York, Senior Tobacco Settlement Bonds	5.00	6/1/31	2,030,000	2,262,293
				<b>77,524,885</b>
<b>North Carolina - 1.2%</b>				
Charlotte Airport, Revenue Bonds	5.00	7/1/42	3,000,000	3,434,400
Durham, Water and Sewer Utility System Revenue Bonds	5.25	6/1/21	1,620,000	1,769,121
North Carolina Eastern Municipal Power Agency, Power System Revenue Bonds (Insured; ACA) (Escrowed to Maturity)	6.00	1/1/22	1,000,000	1,130,670

STATEMENT OF INVESTMENTS (continued)

Description	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>Long-Term Municipal Investments - 99.1% (continued)</b>				
<b>North Carolina - 1.2% (continued)</b>				
North Carolina Medical Care Commission, Health Care Facilities Revenue Bonds (Vidant Health)	5.00	6/1/32	3,050,000	3,413,621
North Carolina Turnpike Authority Triangle Expressway System, Revenue Bonds (Liquidity Facility; Assured Guaranty Municipal)	5.00	1/1/29	1,775,000	2,041,711
				<b>11,789,523</b>
<b>Ohio - 2.9%</b>				
Allen County OH Hospital Facilities Revenue, Hospital Facilities Revenue Bonds (Catholic Health Partners)	5.00	5/1/42	5,000,000	5,361,500
American Municipal Power, Revenue Bonds (American Municipal Power Fremont Energy Center Project)	5.00	2/15/21	375,000	401,610
Buckeye Tobacco Settlement Financing Authority, Tobacco Settlement Asset-Backed Bonds	0.00	6/1/47	14,250,000 <sup>e</sup>	1,219,658
Butler County, Hospital Facilities Revenue Bonds (Kettering Health Network Obligated Group Project)	6.38	4/1/36	2,000,000	2,205,020
Butler County, Hospital Facilities Revenue Bonds (UC Health)	5.50	11/1/20	2,410,000 <sup>a</sup>	2,596,582
Cleveland, Airport System Revenue Bonds (Insured; Assured Guaranty Municipal Corp.)	5.00	1/1/31	1,000,000	1,107,070
Cleveland-Cuyahoga County Port Authority, Cultural Facility Revenue Bonds (The Cleveland Museum of Art Project)	5.00	10/1/22	2,500,000	2,661,450
Cuyahoga County Hospital, Revenue Bonds (The Metrohealth System)	5.25	2/15/47	2,000,000	2,162,720
Kent State University, General Receipts Bonds (Insured; Assured Guaranty Corp.)	5.00	5/1/25	140,000	142,968
Miami University, General Receipts Bonds	5.00	9/1/22	2,140,000	2,329,904
Ohio Higher Educational Facility Commission, Revenue Bonds (Case Western Reserve University Project) (Insured; National Public Finance Guarantee Corp.)	5.25	12/1/25	2,985,000	3,529,703



Description	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>Long-Term Municipal Investments - 99.1% (continued)</b>				
<b>Ohio - 2.9% (continued)</b>				
Ohio State University, General Receipts Bonds (Escrowed to Maturity)	5.00	12/1/23	40,000	45,704
Ohio Turnpike and Infrastructure Commission, Junior Lien Turnpike Revenue Bonds (Infrastructure Projects)	5.25	2/15/39	2,000,000	2,210,440
University of Akron, General Receipts Bonds (Insured; Assured Guaranty Municipal Corp.)	5.00	1/1/29	1,000,000	1,039,590
University of Akron, General Receipts Bonds (Insured; Assured Guaranty Municipal Corp.)	5.00	1/1/28	1,500,000	1,559,790
				<b>28,573,709</b>
<b>Oregon - .2%</b>				
Benton & Linn Counties Consolidated School District, GO, Ser. A (Insured; School Board Guaranty)	0/5.00	6/15/38	1,750,000 <sup>c</sup>	<b>1,851,693</b>
<b>Pennsylvania - 7.6%</b>				
Allegheny County Hospital Development Authority, Revenue Bonds, Refunding, Series 2018 A	4.00	4/1/44	3,500,000	3,461,185
Allegheny County Port Authority, Special Transportation Revenue Bonds	5.25	3/1/23	2,600,000	2,804,152
Berks County Industrial Development Authority, Health Systems Revenue Bonds, Refunding (Tower Health Project)	5.00	11/1/47	3,600,000	3,942,900
Centre County Hospital Authority, HR (Mount Nittany Medical Center Project)	5.00	11/15/46	1,750,000	1,913,257
Commonwealth Financing Authority of Pennsylvania, Revenue Bonds	5.00	6/1/32	3,500,000	3,973,235
Commonwealth Financing Authority of Pennsylvania, Revenue Bonds	5.00	6/1/31	1,250,000	1,423,463
Delaware Valley Regional Finance Authority, Revenue Bonds (Insured; CNTY Gtd.) Series 2018 C, MUNIPSA + .53%	2.09	9/1/23	8,000,000 <sup>b</sup>	8,003,040
Lancaster County Hospital Authority, Health System Revenue Bonds (University of Pennsylvania Health System)	5.00	8/15/46	9,185,000	10,350,301

STATEMENT OF INVESTMENTS (continued)

Description	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>Long-Term Municipal Investments - 99.1% (continued)</b>				
<b>Pennsylvania - 7.6% (continued)</b>				
Montgomery County Industrial Development Authority, Retirement Community Revenue Bonds (Adult Communities Total Services, Inc. Retirement - Life Communities, Inc. Obligated Group)	5.00	11/15/36	5,000,000	5,518,800
Pennsylvania Turnpike Commission, Motor License Fund-Enchanced Turnpike Subordinate Special Revenue Bonds	5.00	12/1/26	3,750,000	4,383,150
Pennsylvania Turnpike Commission, Oil Franchise Tax Revenue Bonds, Series 2018 B	5.25	12/1/48	4,000,000	4,582,960
Pennsylvania Turnpike Commission, Turnpike Revenue Bonds	5.00	12/1/42	3,000,000	3,244,470
Pennsylvania Turnpike Commission, Turnpike Revenue Bonds	5.00	12/1/35	2,000,000	2,241,860
Pennsylvania Turnpike Commission, Turnpike Subordinate Revenue Bonds	5.00	6/1/24	5,000,000	5,661,350
Philadelphia Airport, Revenue Bonds, Refunding	5.00	7/1/47	5,040,000	5,666,321
Philadelphia School District, GO	5.00	9/1/38	1,000,000	1,113,040
Philadelphia School District, GO	5.00	9/1/35	3,500,000	3,870,825
State Public School Building Authority, School Lease Revenue Bonds (The School District of Philadelphia Project)	5.00	4/1/27	2,235,000	2,389,997
				<b>74,544,306</b>
<b>Rhode Island - .3%</b>				
Tobacco Settlement Financing Corporation of Rhode Island, Tobacco Settlement Asset-Backed Bonds	5.00	6/1/40	3,000,000	<b>3,210,240</b>
<b>South Carolina - 1.7%</b>				
South Carolina Jobs-Economic Development Authority, Revenue Bonds, Refunding (Acts Retirement-Life Communities Inc. Group)	5.00	11/15/47	5,500,000	6,081,845
South Carolina Public Service Authority, Revenue Bonds Obligations (Santee Cooper)	5.00	12/1/36	2,500,000	2,602,075
South Carolina Public Service Authority, Revenue Bonds Obligations (Santee Cooper)	5.13	12/1/43	7,500,000	7,960,275
				<b>16,644,195</b>

Description	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>Long-Term Municipal Investments - 99.1% (continued)</b>				
<b>Tennessee - .5%</b>				
Tennessee Energy Acquisition, Gas Revenue Bonds	4.00	11/1/49	5,000,000	<b>5,303,150</b>
<b>Texas - 9.4%</b>				
Austin, Water & Waste Water Systems Revenue Bonds	5.00	11/15/43	8,100,000	8,912,187
Austin Convention Enterprises, Convention Center Revenue Bonds (1st Tier-Convention Center Hotel)	5.00	1/1/33	1,000,000	1,127,430
Central Texas Regional Mobility Authority, Senior Lien Revenue Bonds	5.00	1/1/28	1,500,000	1,701,105
Dallas, GO, Refunding	5.00	2/15/30	2,000,000	2,230,360
Dallas, GO, Refunding, Series 2013 A	5.00	2/15/26	3,235,000	3,591,853
Dallas and Fort Worth, Joint Revenue Bonds (Dallas/Fort Worth International Airport)	5.00	11/1/35	3,000,000	3,177,780
Fort Bend Independent School District, Unlimited Tax Bonds (Permanent School Fund Guarantee Program)	5.00	8/15/26	1,835,000	2,100,011
Harris County Cultural Education Facilities Finance Corporation, Medical Facilities Mortgage Revenue Bonds (Baylor College of Medicine)	5.00	11/15/24	4,135,000	4,727,215
Houston, Airport System Revenue Bonds, Series 2018 D	5.00	7/1/39	4,000,000	4,566,320
Lower Colorado River Authority, Revenue Bonds	5.00	5/15/39	4,500,000	4,909,725
Lower Colorado River Authority, Transmission Contract Revenue Bonds (Lower Colorado River Authority Transmission Services Corporation Project)	5.00	5/15/46	3,800,000	4,192,160
Lower Colorado River Authority, Transmission Contract Revenue Bonds (Lower Colorado River Authority Transmission Services Corporation Project)	5.00	5/15/32	800,000	897,904
Lower Colorado River Authority, Transmission Contract Revenue Bonds, Refunding (LCRA Transmission Services)	4.00	5/15/43	4,800,000	4,839,168
North Texas Tollway Authority, First Tier System Revenue Bonds	5.00	1/1/39	5,500,000	6,133,820

STATEMENT OF INVESTMENTS (continued)

Description	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>Long-Term Municipal Investments - 99.1% (continued)</b>				
<b>Texas - 9.4% (continued)</b>				
North Texas Tollway Authority, Revenue Bonds, Refunding	5.00	1/1/38	1,925,000	2,094,573
North Texas Tollway Authority, Second Tier System Revenue Bonds	5.00	1/1/38	5,815,000	6,423,598
Northside Independent School District, GO (Insured; Texas Permanent School Fund Guarantee Program)	5.00	8/15/43	7,000,000	7,740,460
Plano Independent School District, Unlimited Tax Bonds (Permanent School Fund Guarantee Program)	5.00	2/15/26	6,095,000	7,155,774
San Antonio, Electric and Gas Systems Junior Lien Revenue Bonds	5.00	2/1/43	5,000,000	5,457,150
San Antonio, Electric and Gas Systems Revenue Bonds (Escrowed to Maturity)	5.50	2/1/20	255,000	268,581
Socorro Independent School District, Unlimited Tax Bonds (Permanent School Fund Guarantee Program)	5.00	8/15/27	3,705,000	4,288,982
Tarrant County Cultural Education Facilities Finance Corporation, HR (Baylor Scott and White Health Project)	5.00	11/15/45	2,500,000	2,770,475
Texas Transportation Commission, Central Texas Turnpike System Second Tier Revenue Bonds	5.00	8/15/31	2,500,000	2,737,550
				<b>92,044,181</b>
<b>U.S. Related - .6%</b>				
Children's Trust Fund of Puerto Rico, Tobacco Settlement Asset-Backed Bonds	0.00	5/15/50	12,500,000 <sup>e</sup>	1,556,375
Puerto Rico Highway & Transportation Authority, Transportation Revenue Bonds (Insured; AMBAC Indemnity Corp.)	5.25	7/1/41	3,700,000	4,453,838
				<b>6,010,213</b>
<b>Utah - .6%</b>				
Salt Lake City, Airport Revenue Bonds (Salt Lake International Airport)	5.00	7/1/37	1,000,000	1,143,970
Salt Lake City, Airport Revenue Bonds (Salt Lake International Airport)	5.00	7/1/36	1,350,000	1,549,976
Utah Charter School Finance Authority, Charter School Revenue Bonds	5.00	10/15/43	1,150,000	1,278,800

Description	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>Long-Term Municipal Investments - 99.1% (continued)</b>				
<b>Utah - .6% (continued)</b>				
Utah County, HR (Intermountain Health Care Health Services, Inc.)	4.00	5/15/47	2,250,000	2,302,852
				<b>6,275,598</b>
<b>Virginia - .6%</b>				
Chesterfield County Economic Development Authority, PCR (Virginia Electric and Power Company Project)	5.00	5/1/23	1,000,000	1,019,680
Newport News, GO General Improvement Bonds and GO Water Bonds	5.25	7/1/22	1,000,000	1,119,380
Virginia Housing Development Authority, Rental Housing Revenue Bonds	5.50	6/1/30	1,000,000	1,024,690
Washington County Industrial Development Authority, HR (Mountain States Health Alliance)	7.75	1/1/19	1,000,000 <sup>a</sup>	1,019,780
Winchester Economic Development Authority, HR (Valley Health System Obligated Group)	5.00	1/1/35	1,560,000	1,737,622
				<b>5,921,152</b>
<b>Washington - 2.4%</b>				
Port of Seattle, Intermediate Lien Revenue Bonds	5.00	2/1/28	2,000,000	2,312,660
Port of Seattle, Intermediate Lien Revenue Bonds	5.00	3/1/35	3,000,000	3,347,550
Washington Convention Center Public Facilities District, Revenue Bonds	5.00	7/1/58	11,250,000	12,444,637
Washington Health Care Facilities Authority, Revenue Bonds (Providence Health and Services)	5.00	10/1/42	5,000,000	5,452,650
				<b>23,557,497</b>
<b>West Virginia - .5%</b>				
West Virginia University Board of Governors, University Improvement Revenue Bonds (West Virginia University Projects)	5.00	10/1/36	4,500,000	<b>4,843,080</b>
<b>Wisconsin - 2.0%</b>				
Public Finance Authority of Wisconsin, HR (Renown Regional Medical Center Project)	5.00	6/1/40	4,000,000	4,392,120

STATEMENT OF INVESTMENTS (continued)

Description	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>Long-Term Municipal Investments - 99.1% (continued)</b>				
<b>Wisconsin - 2.0% (continued)</b>				
Public Finance Authority of Wisconsin, Lease Development Revenue Bonds (KU Campus Development Corporation - Central District Development Project)	5.00	3/1/35	7,000,000	7,803,530
Wisconsin Health and Educational Facilities Authority, Revenue Bonds (Ascension Senior Credit Group)	5.00	11/15/29	4,500,000	5,180,850
Wisconsin Health and Educational Facilities Authority, Revenue Bonds (Aurora Health Care, Inc.)	5.25	4/15/23	2,000,000 <sup>a</sup>	2,280,180
				<b>19,656,680</b>
<b>Total Investments</b> (cost \$957,592,075)			<b>99.1%</b>	<b>975,131,777</b>
<b>Cash and Receivables (Net)</b>			<b>0.9%</b>	<b>8,849,314</b>
<b>Net Assets</b>			<b>100.0%</b>	<b>983,981,091</b>

LIBOR—London Interbank Offered Rate

MUNIPSA—SIFMA Municipal Swap Index Yield

<sup>a</sup> 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.

<sup>b</sup> Variable rate security—rate shown is the interest rate in effect at period end.

<sup>c</sup> Zero coupon until a specified date at which time the stated coupon rate becomes effective until maturity.

<sup>d</sup> Security exempt from registration pursuant to Rule 144A under the Securities Act of 1933. These securities may be resold in transactions exempt from registration, normally to qualified institutional buyers. At August 31, 2018, these securities were valued at \$9,197,435 or .93% of net assets.

<sup>e</sup> Security issued with a zero coupon. Income is recognized through the accretion of discount.

<sup>f</sup> Auction Rate Security—interest rate is reset periodically under an auction process that is conducted by an auction agent. Rate shown is the interest rate in effect at period end.

Portfolio Summary (Unaudited) †	Value (%)
Transportation	19.5
Medical	18.0
Utilities	10.8
General	9.7
General Obligation	7.8
Education	6.2
Special Tax	5.8
Water	5.6
Tobacco Settlement	4.7
School District	3.0
Development	1.8
Nursing Homes	1.2
Facilities	1.1
Prerefunded	.9
Airport	.9
Higher Education	.8
Pollution	.7
Power	.4
Housing	.1
Multifamily Hsg	.1
	<b>99.1</b>

† Based on net assets.  
See notes to financial statements.

## Summary of Abbreviations (Unaudited)

<b>ABAG</b>	Association of Bay Area Governments	<b>ACA</b>	American Capital Access
<b>AGC</b>	ACE Guaranty Corporation	<b>AGIC</b>	Asset Guaranty Insurance Company
<b>AMBAC</b>	American Municipal Bond Assurance Corporation	<b>ARRN</b>	Adjustable Rate Receipt Notes
<b>BAN</b>	Bond Anticipation Notes	<b>BPA</b>	Bond Purchase Agreement
<b>CIFG</b>	CDC Ixis Financial Guaranty	<b>COP</b>	Certificate of Participation
<b>CP</b>	Commercial Paper	<b>DRIVERS</b>	Derivative Inverse Tax-Exempt Receipts
<b>EDR</b>	Economic Development Revenue	<b>EIR</b>	Environmental Improvement Revenue
<b>FGIC</b>	Financial Guaranty Insurance Company	<b>FHA</b>	Federal Housing Administration
<b>FHLB</b>	Federal Home Loan Bank	<b>FHLMC</b>	Federal Home Loan Mortgage Corporation
<b>FNMA</b>	Federal National Mortgage Association	<b>GAN</b>	Grant Anticipation Notes
<b>GIC</b>	Guaranteed Investment Contract	<b>GNMA</b>	Government National Mortgage Association
<b>GO</b>	General Obligation	<b>HR</b>	Hospital Revenue
<b>IDB</b>	Industrial Development Board	<b>IDC</b>	Industrial Development Corporation
<b>IDR</b>	Industrial Development Revenue	<b>LIFERS</b>	Long Inverse Floating Exempt Receipts
<b>LOC</b>	Letter of Credit	<b>LOR</b>	Limited Obligation Revenue
<b>LR</b>	Lease Revenue	<b>MERLOTS</b>	Municipal Exempt Receipts Liquidity Option Tender
<b>MFHR</b>	Multi-Family Housing Revenue	<b>MFMR</b>	Multi-Family Mortgage Revenue
<b>PCR</b>	Pollution Control Revenue	<b>PILOT</b>	Payment in Lieu of Taxes
<b>P-FLOATS</b>	Puttable Floating Option Tax-Exempt Receipts	<b>PUTTERS</b>	Puttable Tax-Exempt Receipts
<b>RAC</b>	Revenue Anticipation Certificates	<b>RAN</b>	Revenue Anticipation Notes
<b>RAW</b>	Revenue Anticipation Warrants	<b>RIB</b>	Residual Interest Bonds
<b>ROCS</b>	Reset Options Certificates	<b>RRR</b>	Resources Recovery Revenue
<b>SAAN</b>	State Aid Anticipation Notes	<b>SBPA</b>	Standby Bond Purchase Agreement
<b>SFHR</b>	Single Family Housing Revenue	<b>SFMR</b>	Single Family Mortgage Revenue
<b>SONYMA</b>	State of New York Mortgage Agency	<b>SPEARS</b>	Short Puttable Exempt Adjustable Receipts
<b>SWDR</b>	Solid Waste Disposal Revenue	<b>TAN</b>	Tax Anticipation Notes
<b>TAW</b>	Tax Anticipation Warrants	<b>TRAN</b>	Tax and Revenue Anticipation Notes
<b>XLCA</b>	XL Capital Assurance		

See notes to financial statements.



# STATEMENT OF ASSETS AND LIABILITIES

August 31, 2018

	Cost	Value			
<b>Assets (\$):</b>					
Investments in securities—See Statement of Investments	957,592,075	975,131,777			
Cash		589,795			
Interest receivable		10,451,406			
Receivable for shares of Common Stock subscribed		1,423,411			
Prepaid expenses		35,531			
		<b>987,631,920</b>			
<b>Liabilities (\$):</b>					
Due to The Dreyfus Corporation and affiliates—Note 3(c)		444,841			
Payable for investment securities purchased		2,000,000			
Payable for shares of Common Stock redeemed		1,077,182			
Directors fees and expenses payable		14,840			
Accrued expenses		113,966			
		<b>3,650,829</b>			
<b>Net Assets (\$)</b>		<b>983,981,091</b>			
<b>Composition of Net Assets (\$):</b>					
Paid-in capital		969,298,933			
Accumulated net realized gain (loss) on investments		(2,857,544)			
Accumulated net unrealized appreciation (depreciation) on investments		17,539,702			
<b>Net Assets (\$)</b>		<b>983,981,091</b>			
<b>Net Asset Value Per Share</b>					
	Class A	Class C	Class I	Class Y	Class Z
Net Assets (\$)	396,168,878	20,570,335	397,293,371	1,011	169,947,496
Shares Outstanding	28,617,176	1,485,763	28,686,583	73	12,268,823
<b>Net Asset Value Per Share (\$)</b>	<b>13.84</b>	<b>13.84</b>	<b>13.85</b>	<b>13.85</b>	<b>13.85</b>

See notes to financial statements.

# STATEMENT OF OPERATIONS

Year Ended August 31, 2018

<b>Investment Income (\$):</b>	
<b>Interest Income</b>	<b>34,875,806</b>
<b>Expenses:</b>	
Management fee—Note 3(a)	6,045,429
Shareholder servicing costs—Note 3(c)	1,509,564
Distribution fees—Note 3(b)	178,010
Registration fees	121,592
Directors' fees and expenses—Note 3(d)	96,495
Professional fees	81,555
Custodian fees—Note 3(c)	60,447
Prospectus and shareholders' reports	29,600
Loan commitment fees—Note 2	22,175
Miscellaneous	88,231
<b>Total Expenses</b>	<b>8,233,098</b>
Less—reduction in expenses due to undertaking—Note 3(a)	(2,337,320)
Less—reduction in fees due to earnings credits—Note 3(c)	(36,197)
<b>Net Expenses</b>	<b>5,859,581</b>
<b>Investment Income—Net</b>	<b>29,016,225</b>
<b>Realized and Unrealized Gain (Loss) on Investments—Note 4 (\$):</b>	
Net realized gain (loss) on investments	9,928,773
Net unrealized appreciation (depreciation) on investments	(33,779,250)
<b>Net Realized and Unrealized Gain (Loss) on Investments</b>	<b>(23,850,477)</b>
<b>Net Increase in Net Assets Resulting from Operations</b>	<b>5,165,748</b>

*See notes to financial statements.*

## STATEMENT OF CHANGES IN NET ASSETS

	Year Ended August 31,	
	2018	2017
<b>Operations (\$):</b>		
Investment income—net	29,016,225	30,185,196
Net realized gain (loss) on investments	9,928,773	881,125
Net unrealized appreciation (depreciation) on investments	(33,779,250)	(32,360,992)
<b>Net Increase (Decrease) in Net Assets Resulting from Operations</b>	<b>5,165,748</b>	<b>(1,294,671)</b>
<b>Distributions to Shareholders from (\$):</b>		
Investment income—net:		
Class A	(11,730,609)	(13,918,122)
Class C	(474,595)	(706,141)
Class I	(11,414,792)	(9,720,823)
Class Y	(33)	(33)
Class Z	(5,255,293)	(5,753,533)
<b>Total Distributions</b>	<b>(28,875,322)</b>	<b>(30,098,652)</b>
<b>Capital Stock Transactions (\$):</b>		
Net proceeds from shares sold:		
Class A	22,393,428	30,301,705
Class C	3,266,524	4,932,696
Class I	177,356,828	236,734,249
Class Z	2,052,696	5,223,917
Distributions reinvested:		
Class A	9,880,218	11,646,153
Class C	339,076	524,294
Class I	8,542,598	7,024,722
Class Z	3,955,624	4,282,168
Cost of shares redeemed:		
Class A	(81,723,810)	(109,429,203)
Class C	(12,140,757)	(10,889,412)
Class I	(138,584,623)	(157,249,687)
Class Z	(15,484,606)	(18,635,336)
<b>Increase (Decrease) in Net Assets from Capital Stock Transactions</b>	<b>(20,146,804)</b>	<b>4,466,266</b>
<b>Total Increase (Decrease) in Net Assets</b>	<b>(43,856,378)</b>	<b>(26,927,057)</b>
<b>Net Assets (\$):</b>		
Beginning of Period	1,027,837,469	1,054,764,526
<b>End of Period</b>	<b>983,981,091</b>	<b>1,027,837,469</b>

STATEMENT OF CHANGES IN NET ASSETS (continued)

	Year Ended August 31,	
	2018	2017
<b>Capital Share Transactions (Shares):</b>		
<b>Class A<sup>a,b</sup></b>		
Shares sold	1,600,341	2,155,421
Shares issued for distributions reinvested	710,167	832,602
Shares redeemed	(5,863,746)	(7,872,201)
<b>Net Increase (Decrease) in Shares Outstanding</b>	<b>(3,553,238)</b>	<b>(4,884,178)</b>
<b>Class C<sup>a,b</sup></b>		
Shares sold	233,686	352,268
Shares issued for distributions reinvested	24,343	37,486
Shares redeemed	(865,996)	(781,828)
<b>Net Increase (Decrease) in Shares Outstanding</b>	<b>(607,967)</b>	<b>(392,074)</b>
<b>Class I</b>		
Shares sold	12,719,258	16,905,334
Shares issued for distributions reinvested	614,132	501,889
Shares redeemed	(9,963,144)	(11,296,265)
<b>Net Increase (Decrease) in Shares Outstanding</b>	<b>3,370,246</b>	<b>6,110,958</b>
<b>Class Z<sup>b</sup></b>		
Shares sold	146,876	371,341
Shares issued for distributions reinvested	284,212	305,872
Shares redeemed	(1,113,417)	(1,338,436)
<b>Net Increase (Decrease) in Shares Outstanding</b>	<b>(682,329)</b>	<b>(661,223)</b>

<sup>a</sup> During the period ended August 31, 2018, 77,807 Class C shares representing \$1,097,136 were automatically converted to 77,868 Class A shares.

<sup>b</sup> During the period ended August 31, 2018, 9,103 Class A shares representing \$125,648 were exchanged for 9,118 Class Z shares and 3,826 Class C shares representing \$53,904 were exchanged for 3,672 Class A shares.

See notes to financial statements.

## FINANCIAL HIGHLIGHTS

The following tables describe the performance for each share class for the fiscal periods indicated. All information (except portfolio turnover rate) reflects financial results for a single fund share. Total return shows how much your investment in the fund would have increased (or decreased) during each period, assuming you had reinvested all dividends and distributions. These figures have been derived from the fund's financial statements.

Class A Shares	Year Ended August 31,				
	2018	2017	2016	2015	2014
<b>Per Share Data (\$):</b>					
Net asset value, beginning of period	14.17	14.57	14.02	14.10	13.21
Investment Operations:					
Investment income—net <sup>a</sup>	.39	.41	.43	.47	.52
Net realized and unrealized gain (loss) on investments	(.34)	(.40)	.55	(.08)	.89
Total from Investment Operations	.05	.01	.98	.39	1.41
Distributions:					
Dividends from investment income—net	(.38)	(.41)	(.43)	(.47)	(.52)
Net asset value, end of period	13.84	14.17	14.57	14.02	14.10
<b>Total Return (%)<sup>b</sup></b>	.40	.11	7.10	2.79	10.84
<b>Ratios/Supplemental Data (%):</b>					
Ratio of total expenses to average net assets	.94	.94	.94	.94	.95
Ratio of net expenses to average net assets	.70	.70	.70	.70	.70
Ratio of interest and expense related to floating rate notes issued to average net assets	-	-	-	-	.00 <sup>c</sup>
Ratio of net investment income to average net assets	2.77	2.90	3.02	3.32	3.83
Portfolio Turnover Rate	29.95	13.25	8.21	11.76	21.67
Net Assets, end of period (\$ x 1,000)	396,169	455,772	540,019	487,129	510,428

<sup>a</sup> Based on average shares outstanding.

<sup>b</sup> Exclusive of sales charge.

<sup>c</sup> Amount represents less than .01%.

See notes to financial statements.

FINANCIAL HIGHLIGHTS (continued)

Class C Shares	Year Ended August 31,				
	2018	2017	2016	2015	2014
<b>Per Share Data (\$):</b>					
Net asset value, beginning of period	14.17	14.57	14.02	14.10	13.21
Investment Operations:					
Investment income—net <sup>a</sup>	.28	.30	.32	.36	.42
Net realized and unrealized gain (loss) on investments	(.33)	(.40)	.55	(.08)	.89
Total from Investment Operations	(.05)	(.10)	.87	.28	1.31
Distributions:					
Dividends from investment income—net	(.28)	(.30)	(.32)	(.36)	(.42)
Net asset value, end of period	13.84	14.17	14.57	14.02	14.10
<b>Total Return (%)<sup>b</sup></b>	<b>(.35)</b>	<b>(.64)</b>	<b>6.30</b>	<b>2.02</b>	<b>10.03</b>
<b>Ratios/Supplemental Data (%):</b>					
Ratio of total expenses to average net assets	1.70	1.70	1.70	1.71	1.72
Ratio of net expenses to average net assets	1.45	1.45	1.45	1.45	1.45
Ratio of interest and expense related to floating rate notes issued to average net assets	-	-	-	-	.00 <sup>c</sup>
Ratio of net investment income to average net assets	2.01	2.15	2.25	2.57	3.09
Portfolio Turnover Rate	29.95	13.25	8.21	11.76	21.67
Net Assets, end of period (\$ x 1,000)	20,570	29,663	36,229	23,940	23,333

<sup>a</sup> Based on average shares outstanding.

<sup>b</sup> Exclusive of sales charge.

<sup>c</sup> Amount represents less than .01%.

See notes to financial statements.

Class I Shares	Year Ended August 31,				
	2018	2017	2016	2015	2014
<b>Per Share Data (\$):</b>					
Net asset value, beginning of period	14.17	14.58	14.02	14.11	13.22
Investment Operations:					
Investment income—net <sup>a</sup>	.42	.44	.46	.50	.54
Net realized and unrealized gain (loss) on investments	(.32)	(.41)	.57	(.09)	.90
Total from Investment Operations	.10	.03	1.03	.41	1.44
Distributions:					
Dividends from investment income—net	(.42)	(.44)	(.47)	(.50)	(.55)
Net asset value, end of period	13.85	14.17	14.58	14.02	14.11
<b>Total Return (%)</b>	.72	.29	7.44	2.98	11.19
<b>Ratios/Supplemental Data (%):</b>					
Ratio of total expenses to average net assets	.69	.69	.71	.70	.73
Ratio of net expenses to average net assets	.45	.45	.45	.45	.45
Ratio of interest and expense related to floating rate notes issued to average net assets	-	-	-	-	.00 <sup>b</sup>
Ratio of net investment income to average net assets	3.01	3.15	3.19	3.56	3.98
Portfolio Turnover Rate	29.95	13.25	8.21	11.76	21.67
Net Assets, end of period (\$ x 1,000)	397,293	358,809	280,013	74,412	37,874

<sup>a</sup> Based on average shares outstanding.

<sup>b</sup> Amount represents less than .01%.

See notes to financial statements.

FINANCIAL HIGHLIGHTS (continued)

Class Y Shares	Year Ended August 31,				
	2018	2017	2016	2015	2014
<b>Per Share Data (\$):</b>					
Net asset value, beginning of period	14.18	14.58	14.03	14.11	13.22
Investment Operations:					
Investment income—net <sup>a</sup>	.45	.45	.51	.51	.56
Net realized and unrealized gain (loss) on investments	(.34)	(.40)	.54	(.08)	.88
Total from Investment Operations	.11	.05	1.05	.43	1.44
Distributions:					
Dividends from investment income—net	(.44)	(.45)	(.50)	(.51)	(.55)
Net asset value, end of period	13.85	14.18	14.58	14.03	14.11
<b>Total Return (%)</b>	.84	.46	7.60	3.07	11.14
<b>Ratios/Supplemental Data (%):</b>					
Ratio of total expenses to average net assets	.64	.61	3.31	4.19	1.18
Ratio of net expenses to average net assets	.45	.45	.45	.45	.45
Ratio of interest and expense related to floating rate notes issued to average net assets	-	-	-	-	.00 <sup>b</sup>
Ratio of net investment income to average net assets	3.21	3.24	3.49	3.59	4.09
Portfolio Turnover Rate	29.95	13.25	8.21	11.76	21.67
Net Assets, end of period (\$ x 1,000)	1	1	1	1	1

<sup>a</sup> Based on average shares outstanding.

<sup>b</sup> Amount represents less than .01%.

See notes to financial statements.



Class Z Shares	Year Ended August 31,				
	2018	2017	2016	2015	2014
<b>Per Share Data (\$):</b>					
Net asset value, beginning of period	14.18	14.58	14.03	14.11	13.22
Investment Operations:					
Investment income—net <sup>a</sup>	.42	.44	.47	.50	.55
Net realized and unrealized gain (loss) on investments	(.34)	(.40)	.54	(.08)	.89
Total from Investment Operations	.08	.04	1.01	.42	1.44
Distributions:					
Dividends from investment income—net	(.41)	(.44)	(.46)	(.50)	(.55)
Net asset value, end of period	13.85	14.18	14.58	14.03	14.11
<b>Total Return (%)</b>	.62	.34	7.34	3.03	11.06
<b>Ratios/Supplemental Data (%):</b>					
Ratio of total expenses to average net assets	.69	.70	.71	.69	.73
Ratio of net expenses to average net assets	.48	.47	.49	.47	.50
Ratio of interest and expense related to floating rate notes issued to average net assets	-	-	-	-	.00 <sup>b</sup>
Ratio of net investment income to average net assets	2.99	3.13	3.25	3.55	4.02
Portfolio Turnover Rate	29.95	13.25	8.21	11.76	21.67
Net Assets, end of period (\$ x 1,000)	169,947	183,593	198,501	197,104	203,899

<sup>a</sup> Based on average shares outstanding.

<sup>b</sup> Amount represents less than .01%.

See notes to financial statements.

## NOTES TO FINANCIAL STATEMENTS

### **NOTE 1—Significant Accounting Policies:**

Dreyfus AMT-Free Municipal Bond Fund (the “fund”) is a separate non-diversified series of Dreyfus Municipal Funds, Inc. (the “Company”), which is registered under the Investment Company Act of 1940, as amended (the “Act”), as an open-end management investment company and operates as a series company currently offering two series, including the fund. The fund’s investment objective is to seek as high a level of current income exempt from federal income tax as is consistent with the preservation of capital. The Dreyfus Corporation (the “Manager” or “Dreyfus”), a wholly-owned subsidiary of The Bank of New York Mellon Corporation (“BNY Mellon”), serves as the fund’s investment adviser.

MBSC Securities Corporation (the “Distributor”), a wholly-owned subsidiary of Dreyfus, is the distributor of the fund’s shares. The fund is authorized to issue 1.1 billion shares of \$.001 par value Common Stock. The fund currently has authorized six classes of shares: Class A (200 million shares authorized), Class C (200 million shares authorized), Class I (100 million shares authorized), Class T (100 million shares authorized), Class Y (100 million shares authorized) and Class Z (400 million shares authorized). Class A and Class T shares generally are subject to a sales charge imposed at the time of purchase. Class C shares are subject to a contingent deferred sales charge (“CDSC”) imposed on Class C shares redeemed within one year of purchase. Class C shares automatically convert to Class A shares ten years after the date of purchase, without the imposition of a sales charge. Class I and Class Y shares are sold at net asset value per share generally to institutional investors. Class Z shares are sold at net asset value per share to certain shareholders of the fund. Class Z shares generally are not available for new accounts. As of the date of this report, the fund did not offer Class T shares for purchase. Other differences between the classes include the services offered to and the expenses borne by each class, the allocation of certain transfer agency costs, and certain voting rights. Income, expenses (other than expenses attributable to a specific class), and realized and unrealized gains or losses on investments are allocated to each class of shares based on its relative net assets.

As of August 31, 2018, MBC Investments Corp., an indirect subsidiary of BNY Mellon, held all of the outstanding Class Y shares of the fund.

The Company accounts separately for the assets, liabilities and operations of each series. Expenses directly attributable to each series are charged to that series’ operations; expenses which are applicable to all series are allocated among them on a pro rata basis.

The Financial Accounting Standards Board (“FASB”) Accounting Standards Codification is 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 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.

The Company enters into contracts that contain a variety of indemnifications. The fund’s maximum exposure under these arrangements is unknown. The fund does not anticipate recognizing any loss related to these arrangements.

**(a) Portfolio valuation:** The fair value of a financial instrument is the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e., the exit price). GAAP establishes a fair value hierarchy that prioritizes the inputs of valuation techniques used to measure fair value. This hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements).

Additionally, GAAP provides guidance on determining whether the volume and activity in a market has decreased significantly and whether such a decrease in activity results in transactions that are not orderly. GAAP requires enhanced disclosures around valuation inputs and techniques used during annual and interim periods.

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.

Changes in valuation techniques may result in transfers in or out of an assigned level within the disclosure hierarchy. Valuation techniques used to value the fund's investments are as follows:

Investments in securities are valued each business day by an independent pricing service (the "Service") approved by the Company's Board of Directors (the "Board"). Investments for which quoted bid prices are readily available and are representative 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 the following: yields or prices of municipal securities of comparable quality, coupon, maturity and type; indications as to values from dealers; and general market conditions. All of the preceding securities are generally categorized within Level 2 of the fair value hierarchy.

The Service is engaged under the general supervision of the Board.

When market quotations or official closing prices are not readily available, or are determined not to accurately reflect fair value, such as when the value of a security has been significantly affected by events after the close of the exchange or market on which the security is principally traded, but before the fund calculates its net asset value, the fund may value these investments at fair value as determined in accordance with the procedures approved by the Board. Certain factors may be considered when fair valuing investments such as: fundamental analytical data, the nature and duration of restrictions on disposition, an evaluation of the forces that influence the market in which the securities are purchased and sold, and public trading in similar securities of the issuer or comparable issuers. These securities are either categorized within Level 2 or 3 of the fair value hierarchy depending on the relevant inputs used.

For restricted securities where observable inputs are limited, assumptions about market activity and risk are used and such securities are generally categorized within Level 3 of the fair value hierarchy.

The following is a summary of the inputs used as of August 31, 2018 in valuing the fund's investments:

	Level 1 - Unadjusted Quoted Prices	Level 2 - Other Significant Observable Inputs	Level 3 - Significant Unobservable Inputs	Total
<b>Assets (\$)</b>				
Investments in Securities:				
Municipal Bonds <sup>†</sup>	-	975,131,777	-	<b>975,131,777</b>

<sup>†</sup> See *Statement of Investments for additional detailed categorizations.*

At August 31, 2018, there were no transfers between levels of the fair value hierarchy. It is the fund's policy to recognize transfers between levels at the end of the reporting period.

**(b) Securities transactions and investment income:** Securities transactions are recorded on a trade date basis. Realized gains and losses from securities transactions are recorded on the identified cost basis. Interest income, adjusted for accretion of discount and amortization of premium on investments, is earned from settlement date and recognized on the accrual basis. Securities purchased or sold on a when issued or delayed delivery basis may be settled a month or more after the trade date.

**(c) Dividends and distributions to shareholders:** It is the policy of the fund to declare dividends daily from investment income-net. Such dividends are paid monthly. Dividends from net realized capital gains, if any, are normally declared and paid annually, but the fund may make distributions on a more frequent basis to comply with the distribution requirements of the Internal Revenue Code of 1986, as amended (the "Code"). To the extent that net realized capital gains can be offset by capital loss carryovers, it is the policy of the fund not to distribute such gains. Income and capital gain distributions are determined in accordance with income tax regulations, which may differ from GAAP.

**(d) Federal income taxes:** It is the policy of the fund to continue to qualify as a regulated investment company, which can distribute tax-exempt dividends, by complying with the applicable provisions of the Code, and to make distributions of income and net realized capital gain sufficient to relieve it from substantially all federal income and excise taxes.

As of and during the period ended August 31, 2018, the fund did not have any liabilities for any uncertain tax positions. The fund recognizes interest and penalties, if any, related to uncertain tax positions as income tax expense in the Statement of Operations. During the period ended August 31, 2018, the fund did not incur any interest or penalties.

Each tax year in the four-year period ended August 31, 2018 remains subject to examination by the Internal Revenue Service and state taxing authorities.

At August 31, 2018, the components of accumulated earnings on a tax basis were as follows: undistributed tax-exempt income \$1,050,050, accumulated capital losses \$2,338,736 and unrealized appreciation \$17,545,052. In addition, the fund had \$524,158 of capital losses realized after October 31, 2017, which were deferred for tax purposes to the first day of the following fiscal year.

Under the Regulated Investment Company Modernization Act of 2010 (the “2010 Act”), the fund is permitted to carry forward capital losses incurred in taxable years beginning after December 22, 2010 (“post-enactment losses”) for an unlimited period. Furthermore, post-enactment capital loss carryovers retain their character as either short-term or long-term capital losses rather than short-term as they were under previous statute. The 2010 Act requires post-enactment losses to be utilized before the utilization of losses incurred in taxable years prior to the effective date of the 2010 Act (“pre-enactment losses”). As a result of this ordering rule, pre-enactment losses may be more likely to expire unused.

The accumulated capital loss carryover is available for federal income tax purposes to be applied against future net realized capital gains, if any, realized subsequent to August 31, 2018. If not applied, \$2,338,736 of the carryover expires in fiscal year 2019.

The tax character of distributions paid to shareholders during the fiscal periods ended August 31, 2018 and August 31, 2017 were as follows: tax-exempt income \$28,726,368 and \$29,945,891, and ordinary income \$148,954 and \$152,761, respectively.

During the period ended August 31, 2018, as a result of permanent book to tax differences, primarily due to the tax treatment for amortization adjustments, capital loss carryover expiration and dividend reclassification, the fund decreased accumulated undistributed investment income-net by \$140,903, increased accumulated net realized gain (loss) on investments by \$897,838 and decreased paid-in capital by \$756,935. Net assets and net asset value per share were not affected by this reclassification.

**(e) New Accounting Pronouncements:** In March 2017, the FASB issued Accounting Standards Update 2017-08, Receivables—Nonrefundable Fees and Other Costs (Subtopic 310-20): Premium Amortization On Purchased Callable Debt Securities (“ASU 2017-08”). The update shortens the amortization period for the premium on certain purchased callable debt securities to the earliest call date. ASU 2017-08 will be effective for annual periods beginning after December 15, 2018.

Also in August 2018, the FASB issued Accounting Standards Update 2018-13, Fair Value Measurement (Topic 820): Disclosure Framework—

Changes to the Disclosure Requirements for Fair Value Measurement (“ASU 2018-13”). The update provides guidance that eliminates, adds and modifies certain disclosure requirements for fair value measurements. ASU 2018-13 will be effective for annual periods beginning after December 15, 2019. Management is currently assessing the potential impact of these changes to future financial statements.

**NOTE 2—Bank Lines of Credit:**

The fund participates with other Dreyfus-managed funds in an \$830 million unsecured credit facility led by Citibank, N.A. and a \$300 million unsecured credit facility provided by The Bank of New York Mellon, a subsidiary of BNY Mellon and an affiliate of Dreyfus (each, a “Facility”), each to be utilized primarily for temporary or emergency purposes, including the financing of redemptions. Prior to October 4, 2017, the unsecured credit facility with Citibank, N.A. was \$810 million. In connection therewith, the fund has agreed to pay its pro rata portion of commitment fees for each Facility. Interest is charged to the fund based on rates determined pursuant to the terms of the respective Facility at the time of borrowing. During the period ended August 31, 2018, the fund did not borrow under the Facilities.

**NOTE 3—Management Fee and Other Transactions with Affiliates:**

(a) Pursuant to a management agreement with Dreyfus, the management fee is computed at the annual rate of .60% of the value of the fund’s average daily net assets and is payable monthly. Dreyfus has contractually agreed, from September 1, 2017 through December 31, 2018 to waive receipt of its fees and/or assume the expenses of the fund, so that total annual fund operating expenses of none of the classes (excluding Rule 12b-1 Distribution Plan fees, Shareholder Services Plan fees, taxes, interest expense, brokerage commissions, commitment fees on borrowings and extraordinary expenses) exceed .45% of the value of the fund’s average daily net assets. Dreyfus may terminate this agreement upon at least 90 days prior notice to shareholders, but has committed not to do so until at least December 31, 2018. The reduction in expenses, pursuant to the undertaking, amounted to \$2,337,320 during the period ended August 31, 2018.

During the period ended August 31, 2018, the Distributor retained \$4,414 from commissions earned on sales of the fund’s Class A shares and \$219 from CDSC fees on redemptions of the fund’s Class C shares.

(b) Under the Distribution Plan adopted pursuant to Rule 12b-1 under the Act, Class C shares pay the Distributor for distributing its shares at an

annual rate of .75% of the value of its average daily net assets. During the period ended August 31, 2018, Class C shares were charged \$178,010 pursuant to the Distribution Plan.

(c) Under the Shareholder Services Plan, Class A and Class C shares pay the Distributor at an annual rate of .25% of the value of their average daily net assets for the provision of certain services. The services provided may include personal services relating to shareholder accounts, such as answering shareholder inquiries regarding the fund and providing reports and other information, and services related to the maintenance of shareholder accounts. The Distributor may make payments to Service Agents (securities dealers, financial institutions or other industry professionals) with respect to these services. The Distributor determines the amounts to be paid to Service Agents. During the period ended August 31, 2018, Class A and Class C shares were charged \$1,065,053 and \$59,337, respectively, pursuant to the Shareholder Services Plan.

Under the Shareholder Services Plan, Class Z shares reimburse the Distributor at an amount not to exceed an annual rate of .25% of the value of Class Z shares' average daily net assets for the provision of certain services. The services provided may include personal services relating to shareholder accounts, such as answering shareholder inquiries regarding Class Z shares and providing reports and other information, and services related to the maintenance of shareholder accounts. During the period ended August 31, 2018, Class Z shares were charged \$46,365 pursuant to the Shareholder Services Plan.

The fund has arrangements with the transfer agent and the custodian whereby the fund may receive earnings credits when positive cash balances are maintained, which are used to offset transfer agency and custody fees. For financial reporting purposes, the fund includes net earnings credits, if any, as an expense offset in the Statement of Operations.

The fund compensates Dreyfus Transfer, Inc., a wholly-owned subsidiary of Dreyfus, under a transfer agency agreement for providing transfer agency and cash management services for the fund. The majority of transfer agency fees are comprised of amounts paid on a per account basis, while cash management fees are related to fund subscriptions and redemptions. During the period ended August 31, 2018, the fund was charged \$107,250 for transfer agency services. These fees are included in Shareholder servicing costs in the Statement of Operations.

The fund compensates The Bank of New York Mellon under a custody agreement for providing custodial services for the fund. These fees are determined based on net assets, geographic region and transaction activity.



During the period ended August 31, 2018, the fund was charged \$60,447 pursuant to the custody agreement. These fees were partially offset by earnings credits of \$36,195.

The fund compensates The Bank of New York Mellon under a shareholder redemption draft processing agreement for providing certain services related to the fund's check writing privilege. During the period ended August 31, 2018, the fund was charged \$4,212 pursuant to the agreement, which is included in Shareholder servicing costs in the Statement of Operations. These fees were partially offset by earnings credits of \$2.

During the period ended August 31, 2018, the fund was charged \$13,269 for services performed by the Chief Compliance Officer and his staff. These fees are included in Miscellaneous in the Statement of Operations.

The components of "Due to The Dreyfus Corporation and affiliates" in the Statement of Assets and Liabilities consist of: management fees \$501,431, Distribution Plan fees \$13,176, Shareholder Services Plan fees \$90,905, custodian fees \$11,528, Chief Compliance Officer fees \$5,693 and transfer agency fees \$11,325, which are offset against an expense reimbursement currently in effect in the amount of \$189,217.

(d) Each Board member also serves as a Board member of other funds within the Dreyfus complex. Annual retainer fees and attendance fees are allocated to each fund based on net assets.

#### **NOTE 4—Securities Transactions:**

The aggregate amount of purchases and sales of investment securities, excluding short-term securities, during the period ended August 31, 2018, amounted to \$297,948,334 and \$308,328,933, respectively.

At August 31, 2018, the cost of investments for federal income tax purposes was \$957,586,725; accordingly, accumulated net unrealized appreciation on investments was \$17,545,052, consisting of \$24,880,088 gross unrealized appreciation and \$7,335,036 gross unrealized depreciation.

# REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Shareholders and the Board of Directors of Dreyfus AMT-Free Municipal Bond Fund

## *Opinion on the Financial Statements*

We have audited the accompanying statement of assets and liabilities of Dreyfus AMT-Free Municipal Bond Fund (the “Fund”) (one of the funds constituting Dreyfus Municipal Funds, Inc.), including the statement of investments, as of August 31, 2018, and the related statement of operations for the year then ended, the statements of changes in net assets for each of the two years in the period then ended, the financial highlights for each of the five years in the period then ended and the related notes (collectively referred to as the “financial statements”). In our opinion, the financial statements present fairly, in all material respects, the financial position of the Fund (one of the funds constituting Dreyfus Municipal Funds, Inc.) at August 31, 2018, the results of its operations for the year then ended, the changes in its net assets for each of the two years in the period then ended and its financial highlights for each of the five years in the period then ended, in conformity with U.S. generally accepted accounting principles.

## *Basis for Opinion*

These financial statements are the responsibility of the Fund’s management. Our responsibility is to express an opinion on the Fund’s financial statements based on our audits. We are a public accounting firm registered with the Public Company Accounting Oversight Board (United States) (“PCAOB”) and are required to be independent with respect to the Fund in accordance with the U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

We conducted our audits in accordance with the standards of the PCAOB. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether due to error or fraud. The Fund is not required to have, nor were we engaged to perform, an audit of the Fund’s internal control over financial reporting. As part of our audits, we are required to obtain an understanding of internal control over financial reporting, but not for the purpose of expressing an opinion on the effectiveness of the Fund’s internal control over financial reporting. Accordingly, we express no such opinion.

Our audits included performing procedures to assess the risks of material misstatement of the financial statements, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements. Our procedures included confirmation of securities owned as of August 31, 2018, by correspondence with the custodian and others or by other appropriate auditing procedures where replies from others were not received. Our audits also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that our audits provide a reasonable basis for our opinion.

*Ernst & Young LLP*

We have served as the auditor of one or more Dreyfus investment companies since at least 1957, but we are unable to determine the specific year.

New York, New York

October 26, 2018

## IMPORTANT TAX INFORMATION (Unaudited)

In accordance with federal tax law, the fund hereby reports all the dividends paid from investment income-net during its fiscal year ended August 31, 2018 as “exempt-interest dividends” (not generally subject to regular federal income tax), except \$148,954 that is being reported as an ordinary income distribution for reporting purposes. Where required by federal tax law rules, shareholders will receive notification of their portion of the fund’s taxable ordinary dividends (if any), capital gains distributions (if any) and tax-exempt dividends paid for the 2018 calendar year on Form 1099-DIV, which will be mailed in early 2019.

## BOARD MEMBERS INFORMATION (Unaudited)

### INDEPENDENT BOARD MEMBERS

#### **Joseph S. DiMartino (74)** **Chairman of the Board (1995)**

*Principal Occupation During Past 5 Years:*

- Corporate Director and Trustee (1995-present)

*Other Public Company Board Memberships During Past 5 Years:*

- CBIZ (formerly, Century Business Services, Inc.), a provider of outsourcing functions for small and medium size companies, Director (1997-present)

*No. of Portfolios for which Board Member Serves:* 125

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#### **Joni Evans (76)** **Board Member (1991)**

*Principal Occupation During Past 5 Years:*

- Chief Executive Officer, www.wowOwow.com, an online community dedicated to women's conversations and publications (2007-present)
- Principal, Joni Evans Ltd. (publishing) (2006-present)

*No. of Portfolios for which Board Member Serves:* 21

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#### **Joan Gulley (70)** **Board Member (2017)**

*Principal Occupation During Past 5 Years:*

- PNC Financial Services Group, Inc.(1993-2014), Executive Vice President and Chief Human Resources Officer and Executive Committee Member (2008-2014)

*No. of Portfolios for which Board Member Serves:* 52

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#### **Ehud Houminer (78)** **Board Member (2006)**

*Principal Occupation During Past 5 Years:*

- Board of Overseers at the Columbia Business School, Columbia University (1992-present)  
Trustee, Ben Gurion University

*No. of Portfolios for which Board Member Serves:* 52

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**Alan H. Howard (58)**  
**Board Member (2018)**

*Principal Occupation During Past 5 Years:*

- Managing Partner of Heathcote Advisors LLC, a financial advisory services firm (2008 – present)
- President of Dynatech/MPX Holdings LLC (2012 – present), a global supplier and service provider of military aircraft parts, including Chief Executive Officer of an operating subsidiary, Dynatech International LLC (2013 – present)
- Senior Advisor, Rossoff & Co., an independent investment banking firm (2014 – present)

*Other Public Company Board Memberships During Past 5 Years:*

- Movado Group, a designer and manufacturer of watches, Director (1997-present)

*No. of Portfolios for which Board Member Serves:* 21

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**Robin A. Melvin (54)**  
**Board Member (2006)**

*Principal Occupation During Past 5 Years:*

- Co-chairman, Illinois Mentoring Partnership, non-profit organization dedicated to increasing the quantity and quality of mentoring services in Illinois; (2014-present; board member since 2013)

*No. of Portfolios for which Board Member Serves:* 100

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**Burton N. Wallack (67)**  
**Board Member (1991)**

*Principal Occupation During Past 5 Years:*

- President and Co-owner of Wallack Management Company, a real estate management company (1987-present)

*No. of Portfolios for which Board Member Serves:* 21

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**Benaree Pratt Wiley (72)**  
**Board Member (2006)**

*Principal Occupation During Past 5 Years:*

- Principal, The Wiley Group, a firm specializing in strategy and business development (2005-present)

*Other Public Company Board Memberships During Past 5 Years:*

- CBIZ (formerly, Century Business Services, Inc.), a provider of outsourcing functions for small and medium size companies, Director (2008-present)

*No. of Portfolios for which Board Member Serves:* 80

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BOARD MEMBERS INFORMATION (Unaudited) (continued)  
INTERESTED BOARD MEMBER

**Gordon J. Davis (77)**  
**Board Member (1995)**

*Principal Occupation During Past 5 Years:*

- Partner in the law firm of Venable LLP (2012-present)

*Other Public Company Board Memberships During Past 5 Years:*

- Consolidated Edison, Inc., a utility company, Director (1997-2014)
- The Phoenix Companies, Inc., a life insurance company, Director (2000-2014)

*No. of Portfolios for which Board Member Serves:* 54

*Gordon J. Davis is deemed to be an “interested person” (as defined under the Act) of the Company as a result of his affiliation with Venable LLP, which provides legal services to the Company.*

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*Once elected all Board Members serve for an indefinite term, but achieve Emeritus status upon reaching age 80. The address of the Board Members and Officers is c/o The Dreyfus Corporation, 200 Park Avenue, New York, New York 10166. Additional information about the Board Members is available in the fund’s Statement of Additional Information which can be obtained from Dreyfus free of charge by calling this toll free number: 1-800-DREYFUS.*

*William Hodding Carter III, Emeritus Board Member*

*Hans C. Mautner, Emeritus Board Member*

## OFFICERS OF THE FUND (Unaudited)

### **BRADLEY J. SKAPYAK, President since January 2010.**

Chief Operating Officer and a director of the Manager since June 2009, Chairman of Dreyfus Transfer, Inc., an affiliate of the Manager and the transfer agent of the funds, since May 2011 and Chief Executive Officer of MBSC Securities Corporation since August 2016. He is an officer of 62 investment companies (comprised of 125 portfolios) managed by the Manager. He is 59 years old and has been an employee of the Manager since February 1988.

### **BENNETT A. MACDOUGALL, Chief Legal Officer since October 2015.**

Chief Legal Officer of the Manager and Associate General Counsel and Managing Director of BNY Mellon since June 2015; from June 2005 to June 2015, he served in various capacities with Deutsche Bank – Asset & Wealth Management Division, including as Director and Associate General Counsel, and Chief Legal Officer of Deutsche Investment Management Americas Inc. from June 2012 to May 2015. He is an officer of 63 investment companies (comprised of 150 portfolios) managed by the Manager. He is 46 years old and has been an employee of the Manager since June 2015.

### **JAMES BITETTO, Vice President since August 2005 and Secretary since February 2018.**

Managing Counsel of BNY Mellon and Secretary of the Manager, and an officer of 63 investment companies (comprised of 150 portfolios) managed by the Manager. He is 52 years old and has been an employee of the Manager since December 1996.

### **JOSEPH M. CHIOFFI, Vice President and Assistant Secretary since August 2005.**

Managing Counsel of BNY Mellon, and an officer of 63 investment companies (comprised of 150 portfolios) managed by the Manager. He is 56 years old and has been an employee of the Manager since June 2000.

### **SONALEE CROSS, Vice President and Assistant Secretary since March 2018.**

Counsel of BNY Mellon since October 2016; Associate at Proskauer Rose LLP from April 2016 to September 2016; Attorney at EnTrust Capital from August 2015 to February 2016; Associate at Sidley Austin LLP from September 2013 until August 2015. She is an officer of 63 investment companies (comprised of 150 portfolios) managed by Dreyfus. She is 30 years old and has been an employee of the Manager since October 2016.

### **MAUREEN E. KANE, Vice President and Assistant Secretary since April 2015.**

Managing Counsel of BNY Mellon since July 2014; from October 2004 until July 2014, General Counsel, and from May 2009 until July 2014, Chief Compliance Officer of Century Capital Management. She is an officer of 63 investment companies (comprised of 150 portfolios) managed by the Manager. She is 56 years old and has been an employee of the Manager since July 2014.

### **SARAH S. KELLEHER, Vice President and Assistant Secretary since April 2014.**

Managing Counsel of BNY Mellon. She is an officer of 63 investment companies (comprised of 150 portfolios) managed by the Manager. She is 42 years old and has been an employee of the Manager since March 2013.

### **JEFF PRUSNOFSKY, Vice President and Assistant Secretary since August 2005.**

Senior Managing Counsel of BNY Mellon, and an officer of 63 investment companies (comprised of 150 portfolios) managed by the Manager. He is 53 years old and has been an employee of the Manager since October 1990.

### **NATALYA ZELENSKY, Vice President and Assistant Secretary since March 2017.**

Counsel of BNY Mellon since May 2016; Attorney at Wildermuth Endowment Strategy Fund/Wildermuth Advisory, LLC from November 2015 until May 2016; Assistant General Counsel at RCS Advisory Services from July 2014 until November 2015; Associate at Sutherland, Asbill & Brennan from January 2013 until January 2014. She is an officer of 63 investment companies (comprised of 150 portfolios) managed by Dreyfus. She is 33 years old and has been an employee of the Manager since May 2016.

### **JAMES WINDELS, Treasurer since November 2001.**

Director – Mutual Fund Accounting of the Manager, and an officer of 63 investment companies (comprised of 150 portfolios) managed by the Manager. He is 59 years old and has been an employee of the Manager since April 1985.

### **RICHARD CASSARO, Assistant Treasurer since January 2008.**

Senior Accounting Manager – Money Market and Municipal Bond Funds of the Manager, and an officer of 63 investment companies (comprised of 150 portfolios) managed by the Manager. He is 59 years old and has been an employee of the Manager since September 1982.

**GAVIN C. REILLY, Assistant Treasurer since December 2005.**

Tax Manager of the Investment Accounting and Support Department of the Manager, and an officer of 63 investment companies (comprised of 150 portfolios) managed by the Manager. He is 50 years old and has been an employee of the Manager since April 1991.

**ROBERT S. ROBOL, Assistant Treasurer since August 2005.**

Senior Accounting Manager – Dreyfus Financial Reporting of the Manager, and an officer of 63 investment companies (comprised of 150 portfolios) managed by the Manager. He is 54 years old and has been an employee of the Manager since October 1988.

**ROBERT SALVIOLO, Assistant Treasurer since July 2007.**

Senior Accounting Manager – Equity Funds of the Manager, and an officer of 63 investment companies (comprised of 150 portfolios) managed by the Manager. He is 51 years old and has been an employee of the Manager since June 1989.

**ROBERT SVAGNA, Assistant Treasurer since August 2005.**

Senior Accounting Manager – Fixed Income and Equity Funds of the Manager, and an officer of 63 investment companies (comprised of 150 portfolios) managed by the Manager. He is 51 years old and has been an employee of the Manager since November 1990.

**JOSEPH W. CONNOLLY, Chief Compliance Officer since October 2004.**

Chief Compliance Officer of the Manager, the Dreyfus Family of Funds and BNY Mellon Funds Trust (63 investment companies, comprised of 150 portfolios). He is 61 years old and has served in various capacities with the Manager since 1980, including manager of the firm's Fund Accounting Department from 1997 through October 2001.

**CARIDAD M. CAROSELLA, Anti-Money Laundering Compliance Officer since January 2016.**

Anti-Money Laundering Compliance Officer of the Dreyfus Family of Funds and BNY Mellon Funds Trust since January 2016; from May 2015 to December 2015, Interim Anti-Money Laundering Compliance Officer of the Dreyfus Family of Funds and BNY Mellon Funds Trust and the Distributor; from January 2012 to May 2015, AML Surveillance Officer of the Distributor and from 2007 to December 2011, Financial Processing Manager of the Distributor. She is an officer of 57 investment companies (comprised of 144 portfolios) managed by the Manager. She is 50 years old and has been an employee of the Distributor since 1997.



# NOTES

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# For More Information

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## **Dreyfus AMT-Free Municipal Bond Fund**

200 Park Avenue  
New York, NY 10166

### **Manager**

The Dreyfus Corporation  
200 Park Avenue  
New York, NY 10166

### **Custodian**

The Bank of New York Mellon  
240 Greenwich Street  
New York, NY 10286

## **Transfer Agent & Dividend Disbursing Agent**

Dreyfus Transfer, Inc.  
200 Park Avenue  
New York, NY 10166

### **Distributor**

MBSC Securities Corporation  
200 Park Avenue  
New York, NY 10166

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**Ticker Symbols:** Class A: DMUAX Class C: DMUCX Class I: DMBIX Class Y: DMUYX  
Class Z: DRMBX

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**Telephone** Call your financial representative or 1-800-DREYFUS

**Mail** The Dreyfus Family of Funds, 144 Glenn Curtiss Boulevard, Uniondale, NY 11556-0144

**E-mail** Send your request to [info@dreyfus.com](mailto:info@dreyfus.com)

**Internet** Information can be viewed online or downloaded at [www.dreyfus.com](http://www.dreyfus.com)

The fund files its complete schedule of portfolio holdings with the Securities and Exchange Commission ("SEC") for the first and third quarters of each fiscal year on Form N-Q. The fund's Forms N-Q are available on the SEC's website at [www.sec.gov](http://www.sec.gov) and may be reviewed and copied at the SEC's Public Reference Room in Washington, D.C. (phone 1-800-SEC-0330 for information).

A description of the policies and procedures that the fund uses to determine how to vote proxies relating to portfolio securities and information regarding how the fund voted these proxies for the most recent 12-month period ended June 30 is available at [www.dreyfus.com](http://www.dreyfus.com) and on the SEC's website at [www.sec.gov](http://www.sec.gov) and without charge, upon request, by calling 1-800-DREYFUS.