

BLACKROCK STRATEGIC MUNICIPAL TRUST
Form N-Q
May 27, 2005

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM N-Q

**QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED
MANAGEMENT INVESTMENT COMPANY**

Investment Company Act file number: 811-09401

BlackRock Strategic Municipal Trust

(Exact name of registrant as specified in charter)

100 Bellevue Parkway, Wilmington, DE

19809

(Address of principal executive offices)

(Zip code)

Robert S. Kapito, President
BlackRock Strategic Municipal Trust
40 East 52nd Street, New York, NY 10022

(Name and address of agent for service)

Registrant's telephone
number, including area
code:

888-825-2257

Date of fiscal year end:

December 31, 2004

Date of reporting period:

March 31, 2005

Item 1. Schedule of Investments

The registrant's unaudited schedule of investments as of the close of the reporting period pursuant to Rule 30b1-5 under the Investment Company Act of 1940 is as follows:

PORTFOLIO OF INVESTMENTS (unaudited)
MARCH 31, 2005
BlackRock Strategic Municipal Trust (BSD)

Rating ¹	Principal Amount (000)	Description	Option Call Provisions ²	Value
LONG-TERM INVESTMENTS 144.6%				
Alabama 14.2%				
Baa2	\$ 3,000	Courtland Ind. Dev. Brd., PCR, Champion Intl. Corp. Proj., Ser. A, 6.70%, 11/01/29	11/09 @ 101	\$ 3,237,600
AAA	4,635 ³	Jefferson Cnty. Swr., Ser. D, 5.75%, 2/01/07, FGIC	N/A	4,924,363
AAA	7,000	Pub. Sch. & Coll. Auth., Cap. Impvt., Ser. C, 5.75%, 7/01/18	07/09 @ 101.5	7,717,360
				15,879,323
Alaska 1.0%				
AAA	1,130	Hsg. Fin. Corp., Ser. A, 5.875%, 12/01/24, MBIA	12/05 @ 102	1,158,736
California 5.4%				
Golden St. Tobacco Sec. Corp., Ser. B,				
A-	2,600	5.50%, 6/01/43	06/13 @ 100	2,732,548
A-	3,100	5.625%, 6/01/38	06/13 @ 100	3,316,504
				6,049,052
Colorado 2.1%				
AAA	10,000	Northwest Pkwy. Pub. Hwy. Auth., Ser. B, Zero Coupon, 6/15/30, FSA	06/11 @ 31.387	2,292,900
Connecticut 8.7%				
Mashantucket Western Pequot Tribe, Spec. Rev.,				
BBB-	1,500	Ser. A, 5.50%, 9/01/28	09/09 @ 101	1,536,480
Baa3	8,000 ⁴	Ser. B, 5.75%, 9/01/27	09/07 @ 102	8,245,440
				9,781,920
Florida 10.7%				
NR	3,300	Hillsborough Cnty. Ind. Dev. Auth., Nat. Gypsum Proj., Ser. A, 7.125%, 4/01/30	10/10 @ 101	3,599,343
Hsg. Fin. Corp., Sunset Place Proj., Ser. K-1,				

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BBB-	2,150	6.00%, 10/01/19	10/09 @ 102	2,100,830
BBB-	2,000	6.10%, 10/01/29	10/09 @ 102	1,943,100
BB	2,045	Miami Beach Hlth. Facs. Auth., Mt. Sinai Med. Ctr. Proj., 6.75%, 11/15/21	11/14 @ 100	2,230,195
NR	1,070	Reunion West Cmnty. Dev. Dist., Spl. Assmt., 6.25%, 5/01/36	05/12 @ 101	1,109,825
NR	1,000	Town Center Palm Coast Cmnty., 6.00%, 5/01/36	05/13 @ 101	1,007,470
				11,990,763
Illinois 6.2%				
NR	850	Centerpoint Intermodal Ctr. Prog. Trust, Ser. A, 8.00%, 6/15/23	No Opt. Call	851,768
Chicago Brd. of Ed., Sch. Reform, AMBAC,				
AAA	4,480 ³	5.75%, 12/01/07	N/A	4,888,083
AAA	520	5.75%, 12/01/27	12/07 @ 102	563,592
Fin. Auth. Student Hsg., MJH Ed. Asst. Living Proj.,				
Baa2	375	Ser. A, 5.125%, 6/01/35	06/14 @ 100	363,502
Baa3	300	Ser. B, 5.375%, 6/01/35	06/14 @ 100	291,051
				6,957,996
Kentucky 10.7%				
AAA	32,345	Econ. Dev. Fin. Sys., Norton Hlth. Care, Inc. Proj., Ser. B, Zero Coupon, 10/01/24, MBIA	No Opt. Call	11,961,504
Michigan 9.3%				
AAA	2,000	Hosp. Fin. Auth., Mercy Hlth. Svcs. Proj., 5.75%, 8/15/19, MBIA	08/09 @ 101	2,186,600
BB+	8,000	Midland Cnty. Econ. Dev., Ser. A, 6.875%, 7/23/09	07/07 @ 101	8,260,800
				10,447,400
Missouri 1.9%				
A	2,000	Hlth. & Edl. Facs. Auth., Hlth. Facs. Rev., St. Anthony s Med. Ctr. Proj., 6.125%, 12/01/19	12/10 @ 101	2,127,680
Multi-State 5.9%				
Baa1	2,000 ⁴	Charter Mac Equity Issuer Trust, Ser. B, 7.60%, 11/30/50	11/10 @ 100	2,235,400
A3	4,000 ⁴	MuniMae TE Bond Subsidiary, LLC, Ser. A, 6.875%, 6/30/49	06/09 @ 100	4,314,360
				6,549,760

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BlackRock Strategic Municipal Trust (BSD) (continued)

Rating ¹	Principal Amount (000)	Description	Option Call Provisions ²	Value
New Jersey 11.0%				
B	\$ 6,000	Econ. Dev. Auth., Continental Airlines, Inc. Proj., 6.25%, 9/15/19	09/09 @ 101	\$ 4,911,000

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NR	645	Middlesex Cnty. Imprvt. Auth., Heldrich Ctr. Hotel Proj., Ser. B, 6.25%, 1/01/37	01/15 @ 100	620,084
AAA	6,000 ³	Transp. Trust Fund Auth., Transp. Sys., Ser. A, 6.00%, 6/15/10	N/A	6,773,280
				12,304,364
New York 8.4%				
Aa1	2,500	Mtg. Agcy., Homeowner Mtg. Proj., Ser. 85, 5.70%, 10/01/17	09/09 @ 100	2,605,375
AAA	6,000 ³	New York City Transl. Fin. Auth., Ser. B, 6.00%, 5/15/10	N/A	6,828,000
				9,433,375
Oklahoma 1.1%				
B-	1,225	Tulsa Mun. Arpt. Trust, Ser. A, 7.75%, 6/01/35	No Opt. Call	1,224,216
Pennsylvania 18.9%				
Econ. Dev. Fin. Auth., Ser. A,				
A3	700	Amtrak Proj., 6.125%, 11/01/21	05/11 @ 101	728,224
A3	1,000	Amtrak Proj., 6.25%, 11/01/31	05/11 @ 101	1,039,250
A3	1,000	Amtrak Proj., 6.50%, 11/01/16	05/11 @ 101	1,074,220
BB-	3,555	Exempt Facs. Rev., Reliant Energy Conv. Proj., 6.75%, 12/01/36	12/09 @ 103	3,791,159
Lehigh Cnty. Gen. Purp. Auth., Kidspace Oblig. Grp. Proj.,				
B3	2,250	6.00%, 11/01/23	11/08 @ 102	2,087,302
B3	2,335	6.20%, 11/01/14	11/09 @ 102	2,274,804
AAA	8,500 ³	Philadelphia Sch. Dist., GO, Ser. C, 5.75%, 3/01/10, MBIA	N/A	9,423,610
AAA	720	Washington Cnty. Auth., Cap. Fdg. & Equip. Proj., 6.15%, 12/01/29, AMBAC	No Opt. Call	762,559
				21,181,128
South Carolina 2.5%				
BBB+	2,500	Jobs Econ. Dev. Auth., Hosp. Facs. Rev., Palmetto Hlth. Alliance Proj., Ser. C, 7.00%, 8/01/30	08/13 @ 100	2,818,625
Tennessee 1.9%				
AAA	2,000	Memphis Shelby Cnty. Arpt. Auth., Ser. D, 6.00%, 3/01/24, AMBAC	03/10 @ 101	2,176,180
Texas 12.6%				
AAA	4,750	Harris Cnty. Houston Sports Auth., Ser. A, Zero Coupon, 11/15/38, MBIA	11/30 @ 61.166	733,020
AAA	1,500	Lower Colorado River Auth., Ser. A, 5.50%, 5/15/21, AMBAC	05/09 @ 101	1,618,515
AAA	15,000	Tpke. Auth., Central Sys. Rev., Zero Coupon, 8/15/31, AMBAC	08/12 @ 32.807	3,328,650
AAA	7,030 ^{3,5}	Travis Cnty. Hlth. Facs. Dev. Corp., Ascension Hlth. Proj., Ser. A, 5.875%, 11/15/09, AMBAC	N/A	7,842,598
AA+	500	Wtr. Fin. Asst., GO, 5.75%, 8/01/22	8/10 @ 100	549,075
				14,071,858
Utah 3.9%				
AAA	4,000	Intermountain Pwr. Agcy., Sply., Ser. B, 5.75%, 7/01/19, MBIA	07/07 @ 102	4,305,640
Virginia 1.7%				
AAA	1,750	Res. Auth., Clean Wtr. Rev., 5.625%, 10/01/22	10/10 @ 100	1,910,510

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Washington 6.5%

Washington, GO,				
Aa1	4,750	Ser. A, 5.625%, 7/01/24	07/09 @ 100	5,111,190
Aa1	2,000	Ser. B, 6.00%, 1/01/25	01/10 @ 100	2,204,540
				7,315,730
Total Long-Term Investments (cost \$148,690,411)				161,938,660

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BlackRock Strategic Municipal Trust (BSD) (continued)

Rating ¹	Principal Amount (000)	Description	Value
SHORT-TERM INVESTMENTS 14.3%			
Ohio 4.7%			
VMIG1	\$ 5,200 ⁶	Hamilton Cnty. Hosp. Facs., 2.29%, 4/07/05, FRWD	\$ 5,200,000
Shares (000)			
Money Market Funds 9.6%			
	5,600	AIM Tax Free Investment Co. Cash Reserve Portfolio	5,600,000
	5,150	SSgA Tax Free Money Mkt. Fund	5,150,000
			10,750,000
Total Short-Term Investments (cost \$15,950,000)			15,950,000
Total Investments 158.9% (cost \$164,640,411)			\$ 177,888,660
Liabilities in excess of other assets (3.5)%			(3,910,228)
Preferred shares at redemption value, including dividends payable (55.4)%			(62,003,924)
Net Assets Applicable to Common Shareholders 100%			\$ 111,974,508

¹ Using the higher of Standard & Poor's, Moody's Investors Services or Fitch's Ratings.

² Date (month/year) and price of the earliest optional call or redemption. There may be other call provisions at varying prices at later dates.

³ This bond is prefunded. U.S. government securities, held in escrow, are used to pay interest on this security, as well as retire the bond in full at the date indicated, typically at a premium to par.

⁴ Security is not registered under the Securities Act of 1933. These securities may be resold in transactions in accordance with Rule 144A under that Act, to qualified institutional buyers. As of March 31, 2005, the Trust held 13.2% of its net assets, with a current market value of \$14,795,200 in securities restricted as to resale.

⁵ Entire or partial principal amount pledged as collateral for financial futures contracts.

⁶

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For purposes of amortized cost valuation, the maturity date of this instrument is considered to be the earlier of the next date on which the security can be redeemed at par, or the next date on which the rate of interest is adjusted.

⁷ Cost for Federal income tax purposes is \$164,551,450. The net unrealized appreciation on a tax basis is \$13,337,210 consisting of \$14,484,618 gross unrealized appreciation and \$1,147,408 gross unrealized depreciation.

KEY TO ABBREVIATIONS

AMBAC	American Municipal Bond Assurance Corp.	FSA	Financial Security Assurance
FGIC	Financial Guaranty Insurance Co.	GO	General Obligation
FRWD	Floating Rate Weekly Demand	MBIA	Municipal Bond Insurance Assoc.
		PCR	Pollution Control Revenue

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Item 2. Controls and Procedures

(a) The registrant's principal executive officer and principal financial officer have evaluated the registrant's disclosure controls and procedures within 90 days of this filing and have concluded that the registrant's disclosure controls and procedures are effective, as of that date, in ensuring that information required to be disclosed by the registrant in this Form N-Q was recorded, processed, summarized, and reported timely.

(b) The registrant's principal executive officer and principal financial officer are aware of no changes in the registrant's internal control over financial reporting that occurred during the registrant's most recent fiscal quarter that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting.

Item 3. Exhibits.

Separate certifications of Principal Executive and Financial Officers pursuant to Section 302 of the Sarbanes-Oxley Act of 2002 attached as EX-99.CERT.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

(Registrant) BlackRock Strategic Municipal Trust

By: /s/ Henry Gabbay

Name: Henry Gabbay

Title: Treasurer

Date: May 27, 2005

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, this report has been signed below by the following persons on behalf of the registrant and in the capacities and on the dates indicated.

By: /s/ Robert S. Kapito

Name: Robert S. Kapito
Title: Principal Executive Officer
Date: May 27, 2005

By: /s/ Henry Gabbay

Name: Henry Gabbay
Title: Principal Financial Officer
Date: May 27, 2005
