

BLACKROCK STRATEGIC MUNICIPAL TRUST

Form N-Q

November 27, 2007

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

Name of Fund: BlackRock Strategic Municipal Trust (BSD)

Fund Address: 100 Bellevue Parkway, Wilmington, DE 19809

Name and address of agent for service: Donald C. Burke, Chief Executive Officer, BlackRock Strategic Municipal Trust, 800 Scudders Mill Road, Plainsboro, NJ, 08536. Mailing address: P.O. Box 9011, Princeton, NJ, 08543-9011

Registrant's telephone number, including area code: (800) 882-0052, Option 4

Date of fiscal year end: 12/31/2007

Date of reporting period: 07/01/2007 - 09/30/2007

Item 1 □ Schedule of Investments

PORTFOLIO OF INVESTMENTS (unaudited)
SEPTEMBER 30, 2007

(Percentages shown are based on Net Assets)

Principal Amount (000)	Description	Value
	LONG-TERM INVESTMENTS □154.7%	
	Alabama □11.0%	
	Birmingham Spl. Care Facs. Fing. Auth., Hlth., Hosp. & Nursing Home RB, Ascension Hlth. Proj.,	
\$ 755	Ser. C-2, 5.00%, 11/15/36	\$ 759,908
540	Ser. C-2, 5.00%, 11/15/39	542,959
3,000	Courtland Incl. Dev. Brd., Rec. Recovery RB, Champion Intl. Corp. Proj., Ser. A, 6.70%, 11/01/29, AMT	3,113,040
7,000	Pub. Sch. & Coll. Auth., Sch. Impvts. Misc. Tax RB, Ser. C, 5.75%, 7/01/18	7,338,870
		11,754,777
	Arizona □0.8%	
	San Luis Fac. Dev. Corp., Correctional Fac. Impvts. Misc. RB, Regl. Detention Ctr. Proj.,	
210	6.25%, 5/01/15	209,072
210	7.00%, 5/01/20	208,234
420	7.25%, 5/01/27	419,000
		836,306
	California □14.1%	
	Cnty. Tobacco Sec. Agcy., Tobacco Settlement Funded RB,	
585	Ser. B, Zero Coupon, 6/01/46	43,237
3,095	Ser. C, Zero Coupon, 6/01/55	105,694
3,955	Stanislaus Cnty. Proj., Ser. D, Zero Coupon, 6/01/55	103,937
950	Golden St. Tobacco Sec. Corp., Misc. RB, Ser. A-1, 5.125%, 6/01/47	817,067
1,950	Misc. Taxes GO, 5.00%, 6/01/32	1,988,240
5,000	Pub. Impvts. Ad Valorem Ppty. Tax GO, 5.00%, 3/01/33, CIFG	5,149,800
1,835	Univ. of California, Univ. & Coll. Impvts. RB, Ser. B, 4.75%, 5/15/38	1,831,954
5,000	West Valley-Mission Cmnty. Coll. Dist., Univ. & Coll. Impvts. Ad Valorem Ppty. Tax GO, 4.75%, 8/01/30, FSA	5,064,550
		15,104,479

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		Colorado 3.3%	
	445	City of Colorado Springs, Mult. Util. Impvts. RB, Ser. C, 5.00%, 11/15/45, FSA	456,027
	10,000	Northwest Pkwy. Pub. Hwy. Auth., Hwy. Impvt. Tolls RB, Ser. B, Zero Coupon, 6/15/30, FSA	2,668,400
	440	Pk. Creek Met. Dist., Ppty. Tax Misc. RB, 5.50%, 12/01/37	449,597
			3,574,024
		Connecticut 7.0%	
	1,5001	Mashantucket Western Pequot Tribe, Casino RB, Ser. A, 5.50%, 9/01/28	1,502,025
	6,0001	Recreational RB, Ser. B, 5.75%, 9/01/27	6,037,620
			7,539,645
		Florida 14.7%	
	1,700	Arborwood Cmnty. Dev. Dist., Pub. Impvts. SA, Master Infrastructure Proj., Ser. B, 5.10%, 5/01/14	1,608,761
	5,265	Cnty. of Orange, Sales Tax RB, 4.75%, 10/01/32, XLCA	5,215,509
	1,050	Halifax Hosp. Med. Ctr., Hlth., Hosp. & Nursing Home RB, Ser. A, 5.00%, 6/01/38	1,006,425
Principal Amount (000)		Description	Value
		Florida (cont'd)	
\$	3,300	Hillsborough Cnty. Incl. Dev. Auth. RB, Nat. Gypsum Proj., Ser. A, 7.125%, 4/01/30, AMT	\$ 3,463,482
	715	Jacksonville Hlth. Facs. Auth., Hlth., Hosp. & Nursing Home Impvts. RB, Baptist Med. Ctr. Proj., Ser. A, 5.00%, 8/15/37	711,661
	2,045	Miami Beach Hlth. Facs. Auth., Hlth., Hosp. & Nursing Home Impvts. RB, Mt. Sinai Med. Ctr. Proj., 6.75%, 11/15/21	2,257,291
	1,605	Sumter Landing Cmnty. Dev. Dist., Retirement Facs. Misc. RB, Ser. B, 5.70%, 10/01/38	1,505,506
			15,768,635
		Illinois 11.6%	
	8501,2	Centerpoint Intermodal Ctr. Prog. Trust TA, Ser. A, 8.00%, 6/15/23	850,739
	1,415	Chicago Hsg. Auth., Local or Gtd. Hsg. RB, 5.00%, 7/01/24, FSA	1,470,850
	5,000	Edl. Facs. Auth., Univ. & Coll. Impvts. RB, Northwestern Univ. Proj., 5.00%, 12/01/33	5,117,200
	295	Fin. Auth., Hlth., Hosp. & Nursing Home RB, Friendship Vlg. Schaumburg Proj., Ser. A,	

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	5.625%, 2/15/37	279,011
1,4502	Hlth., Hosp. & Nursing Home RB, Riverside Hlth. Sys. Proj., 6.25%, 11/15/29, RAA	1,450,000
375	Univ. & Coll. Impvts. RB, MJH Ed. Asst. LLC Proj., Ser. A, 5.125%, 6/01/35	330,930
300	Univ. & Coll. Impvts. RB, MJH Ed. Asst. LLC Proj., Ser. B, 5.375%, 6/01/35	256,890
1,740	Mun. Elec. Agcy., Elec., Pwr. & Lt. RB, 4.50%, 2/01/35, FGIC	1,684,042
1,000	Vlg. of Bolingbrook, Ad Valorem Ppty. Tax GO, Ser. A, 4.75%, 1/01/38, MBIA	996,740
		12,436,402
	Indiana 1.2%	
1,325	Mun. Pwr. Agcy., Elec., Pwr. & Lt. Impvts. RB, Pwr. Sply. Sys. Proj., Ser. A, 4.50%, 1/01/32, AMBAC	1,286,800
	Kentucky 7.2%	
17,780	Econ. Dev. Fin. Auth., Hlth., Hosp. & Nursing Home RB, Norton Healthcare, Inc. Proj., Ser. B, Zero Coupon, 10/01/24, MBIA	7,714,386
	Louisiana 3.7%	
2,500	Louisiana, Hwy. Impvts. Sales Tax RB, Ser. A, 5.00%, 5/01/35, FGIC	2,568,200
1,314	Saint Tammany Parish Fin. Auth., Local Sngl. Fam. Hsg. RB, Ser. A, 5.25%, 12/01/39	1,366,604
		3,934,804
	Maryland 2.2%	
2,500	Cmnty. Dev. Admin., St. Sngl. Fam. Hsg. RB, Ser. A, 4.70%, 9/01/37, AMT	2,343,625
	Massachusetts 1.9%	
1,980	Wtr. Recs. Auth., Wtr. RB, Ser. A, 5.00%, 8/01/41	2,029,658

(Percentages shown are based on Net Assets)

Principal Amount (000)	Description	Value
	Michigan 2.6%	
\$ 2,0003	Hosp. Fin. Auth., Hlth., Hosp. & Nursing Home Impvts. RB, Mercy Hlth. Svcs. Proj., 5.75%, 8/15/09, MBIA	\$ 2,099,120
730	Hlth., Hosp. & Nursing Home RB, Henry Ford Hlth. Sys. Proj., Ser. A, 5.25%, 11/15/46	741,490 2,840,610
	Missouri 6.3%	
2,0003	Hlth. & Edl. Facs. Auth., Hlth., Hosp. & Nursing Home RB, Saint Anthony's Med. Ctr. Proj., 6.125%, 12/01/10	2,168,600
2,250	Hsg. Dev. Comm., Local or Gtd. Hsg. RB, Ser. B1, 5.05%, 3/01/38, AMT	2,261,655
2,385	Joint Mun. Elec. Util. Comm., Elec., Pwr. & Lt. Impvts. RB, Plum Point Proj., 4.60%, 1/01/36, MBIA	2,342,261 6,772,516
	Multi-State 5.9%	
2,0001,4	Charter Mac Equity Issuer Trust, Ser. B, 7.60%, 11/30/50	2,169,580
4,0001	MuniMae TE Bd. Subsidiary LLC, Ser. A, 6.875%, 6/30/49	4,165,880 6,335,460
	Nebraska 1.1%	
1,205	Omaha Pub. Pwr. Dist., Elec., Pwr. & Lt. Impvts. RB, Ser. A, 4.75%, 2/01/44	1,192,564
	Nevada 0.9%	
905	Cnty. of Clark, Private Schs. RB, Alexander Dawson Sch. Rainbow Proj., 5.00%, 5/15/29	920,819
	New Jersey 0.6%	
645	Middlesex Cnty. Impvt. Auth., Pub. Impvts. Hotel Occupancy Tax RB, Heldrich Associates LLC Proj., Ser. B, 6.25%, 1/01/37	641,917
	New York 8.6%	
3155	Albany Incl. Dev. Agcy., Sch. Impvts. Lease Approp. RB, New Covenant Charter Sch. Proj., Ser. A, 7.00%, 5/01/35	263,328
1,960	City of New York, Pub. Impvts. Ad Valorem Pty. Tax GO, Ser. I-1, 5.00%, 4/01/25	2,027,228
1,775	Liberty Dev. Corp., Incl. Impvts. Misc. RB,	

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	Goldman Sachs Grp., Inc. Proj., 5.25%, 10/01/35	1,891,635
4,3952	New York City Incl. Dev. Agcy., Port, Arpt. & Marina Impvts. RB, American Airlines, Inc./JFK Intl. Arpt. Proj., 7.75%, 8/01/31, AMT	5,018,782 9,200,973
	North Carolina 1.7%	
1,825	Med. Care Comm., Hlth., Hosp. & Nursing Home RB, Novant Hlth., Inc. Proj., 5.00%, 11/01/39	1,838,980
	Ohio 5.9%	
6,265	Air Qual. Dev. Auth., Rec. Recovery RB, Dayton Pwr. & Lt. Co. Proj., 4.80%, 1/01/34, FGIC	6,280,663
	Oklahoma 2.1%	
905	Dev. Fin. Auth., Hlth., Hosp. & Nursing Home RB, Saint John Hlth. Sys., Inc. Proj., 5.00%, 2/15/42	904,946
Principal Amount (000)	Description	Value
	Oklahoma (cont'd)	
\$ 1,2252	Tulsa Mun. Arpt. Trust, Port, Arpt. & Marina Impvts. RB, AMR Corp. Proj., Ser. A, 7.75%, 6/01/35, AMT	\$ 1,361,538 2,266,484
	Pennsylvania 6.9%	
2,7452	Econ. Dev. Fing. Auth., Elec., Pwr. & Lt. Impvts. RB, Reliant Energy, Inc. Proj., Ser. A, 6.75%, 12/01/36, AMT	2,982,580
1,000	Rec. Recovery Impvts. RB, Colver Proj., Ser. G, 5.125%, 12/01/15, AMT	993,010
700	Trans. Impvts. Lease Renewal RB, Amtrak Proj., Ser. A, 6.125%, 11/01/21, AMT	729,778
1,000	Trans. Impvts. Lease Renewal RB, Amtrak Proj., Ser. A, 6.25%, 11/01/31, AMT	1,034,100
1,000	Trans. Impvts. Lease Renewal RB, Amtrak Proj., Ser. A, 6.50%, 11/01/16, AMT	1,060,460
420	Hsg. Fin. Agcy., Local or Gtd. Hsg. RB, Ser. 97A, 4.60%, 10/01/27, AMT	397,891
205	Washington Cnty. Auth., Misc. RB, Cap. Fdg. & Equip. Proj., 6.15%, 12/01/29, AMBAC	206,017 7,403,836
	Puerto Rico 2.6%	
1,225	Elec. Pwr. Auth., Elec., Pwr. & Lt. RB, Ser.	

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	UU, 5.00%, 7/01/22, FSA	1,307,773
1,355	Hwy. & Transp. Auth., Hwy. Impvts. Tolls RB, Ser. N, 5.25%, 7/01/34	1,494,118 2,801,891
	South Carolina 3.6%	
910	Hlth. & Edl. Fac. Auth., Hlth., Hosp. & Nursing Home RB, Sanford Hlth. Proj., 5.00%, 11/01/40	912,639
2,5003	Jobs-Econ. Dev. Auth., Hlth., Hosp. & Nursing Home RB, Palmetto Hlth. Proj., Ser. C, 7.00%, 8/01/13	2,924,927 3,837,566
	Tennessee 3.6%	
2,000	Memphis-Shelby Cnty. Arpt. Auth., Port, Arpt. & Marina Impvts. RB, Ser. D, 6.00%, 3/01/24, AMBAC, AMT	2,099,720
1,750	Shelby Cnty. Hlth., Edl. & Hsg. Facs. Brd., Hlth., Hosp. & Nursing Home Impvts. RB, Saint Jude Children's Research Hosp. Proj., 5.00%, 7/01/31	1,772,155 3,871,875
	Texas 14.0%	
4,750	Harris Cnty.-Houston Sports Auth., Hotel Occupancy Tax RB, Ser. A, Zero Coupon, 11/15/38, MBIA	896,230
4,060	La Joya Indpt. Sch. Dist., Sch. Impvts. Ad Valorem Ppty. Tax GO, 5.00%, 2/15/34, PSF	4,148,711
1,500	Lower Colorado River Auth., Misc. RB, Ser. A, 5.50%, 5/15/21, AMBAC	1,556,880
295	Montgomery Cnty. Mun. Util. Dist. No. 46, Pub. Impvts. Ad Valorem Ppty. Tax GO, 4.75%, 3/01/30, MBIA	296,286
1,000	Pearland, Ad Valorem Ppty. Tax GO, 4.75%, 3/01/29, FGIC	1,006,870

(Percentages shown are based on Net Assets)

Principal Amount (000)	Description	Value
	Texas (cont'd)	
\$ 1,095	San Antonio Energy Acquisition Pub. Fac. Corp., Natural Gas Util. Impvts. RB, 5.50%, 8/01/24	\$ 1,154,196
500	Texas, Wtr. Util. Impvts. GO, Wtr. Fin. Asst. Proj., 5.75%, 8/01/22	525,175
1,450	Tpke. Auth., Hwy. & Tolls Impvts. RB, Ser. A, 5.00%, 8/15/42, AMBAC	1,470,590
15,000	Hwy. & Tolls Impvts. RB, Zero Coupon, 8/15/31, AMBAC	3,973,650 15,028,588
	Virginia 1.9%	
1,000	Henrico Cnty. Econ. Dev. Auth., Econ. Dev. RB, Westminster-Canterbury Mgmt. Proj., 5.00%, 10/01/27	965,660
1,270	Tobacco Settlement Fing. Corp., Tobacco Settlement Funded RB, Ser. B1, 5.00%, 6/01/47	1,071,842 2,037,502
	Washington 2.0%	
620	Cnty. of King, Swr. RB, 5.00%, 1/01/36, FSA	637,695
1,520	Hlth. Care Facs. Auth., Hlth., Hosp. & Nursing Home RB, Providence Hlth. Sys. Proj., Ser. A, 4.625%, 10/01/34, FGIC	1,471,025 2,108,720
	Wisconsin 5.7%	
4,665	Hlth. & Edl. Facs. Auth., Hlth., Hosp. & Nursing Home Impvts. RB, Ascension Hlth. Proj., 5.00%, 11/15/31	4,719,301
1,375	Hlth., Hosp. & Nursing Home RB, Franciscan Sisters Healthcare Proj., 5.00%, 9/01/26	1,340,460 6,059,761
	Total Long-Term Investments (cost \$161,096,552)	165,764,266
	Shares (000)	
1,6006,7	MONEY MARKET FUND 1.5% Merrill Lynch Institutional Tax-Exempt Fund, 3.67% (cost \$1,600,000)	1,600,000
	Total Investments 156.2% (cost \$162,696,552 ⁸)	\$ 167,364,266
	Other assets in excess of liabilities 1.7%	1,823,000

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Preferred shares at redemption value, including dividends payable (57.9)%		(62,027,520)
Net Assets Applicable to Common Shareholders 100%	\$	107,159,746

- 1 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 September 30, 2007, the Trust held 13.7% of its net assets, with a current market value of \$14,725,844, in securities restricted as to resale.
- 2 Variable rate security. Rate shown is interest rate as of September 30, 2007.
- 3 This bond is prerefunded. 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 represents a beneficial interest in a trust. The collateral deposited into the trust is federally tax-exempt multi-family housing revenue bonds issued by various state or local governments, or their respective agencies or authorities. The security is subject to remarketing prior to their respective stated maturity, and is subject to mandatory redemption at maturity.
- 5 Illiquid security, As of September 30, 2007, the Trust held 0.2% of its net assets, with a current market value of \$263,328, in these securities.
- 6 Represents an investment in an affiliate.
- 7 Represents current yield as of September 30, 2007.
- 8 Cost for federal income tax purposes is \$162,691,112. The net unrealized appreciation on a tax basis is \$4,673,154, consisting of \$6,537,514 gross unrealized appreciation and \$1,864,360 gross unrealized depreciation.

KEY TO ABBREVIATIONS

AMBAC	□ American Municipal Bond Assurance Corp.
AMT	□ Subject to Alternative Minimum Tax
CIFG	□ CDC IXIS Financial Guaranty
FGIC	□ Financial Guaranty Insurance Co.
FSA	□ Financial Security Assurance
GO	□ General Obligation
MBIA	□ Municipal Bond Insurance Assoc.
PSF	□ Public School Fund Guaranteed
RAA	□ Radian Asset Assurance
RB	□ Revenue Bond
SA	□ Special Assessment
TA	□ Tax Allocation
XLCA	□ XL Capital Assurance

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Item 2 ☐ Controls and Procedures

2(a) ☐ The registrant's principal executive and principal financial officers or persons performing similar functions have concluded that the registrant's disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940, as amended (the "1940 Act")) are effective as of a date within 90 days of the filing of this report based on the evaluation of these controls and procedures required by Rule 30a-3(b) under the 1940 Act and Rule 13a-15(b) under the Securities and Exchange Act of 1934, as amended.

2(b) ☐ There were no changes in the registrant's internal control over financial reporting (as defined in Rule 30a-3(d) under the 1940 Act) that occurred during the registrant's last fiscal quarter that have materially affected, or are reasonably likely to materially affect, the registrant's internal control over financial reporting.

Item 3 ☐ Exhibits

Certifications ☐ Attached hereto

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.

BlackRock Strategic Municipal Trust

By: /s/ Donald C. Burke
Donald C. Burke,
President & Chief Executive Officer of
BlackRock Strategic Municipal Trust

Date: November 20, 2007

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/ Donald C. Burke
Donald C. Burke,
President & Chief Executive Officer (principal executive officer) of
BlackRock Strategic Municipal Trust

Date: November 20, 2007

By: /s/ Neal J. Andrews
Neal J. Andrews,
Chief Financial Officer (principal financial officer) of
BlackRock Strategic Municipal Trust

Date: November 20, 2007
