

SECURITIES AND EXCHANGE COMMISSION

FORM N-CSR

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FILER

**DREYFUS PREMIER NEW JERSEY MUNICIPAL BOND FUND  
INC**

CIK: **828475** | IRS No.: **000000000** | State of Incorporation: **NY** | Fiscal Year End: **1231**  
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**UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549**

FORM N-CSR

CERTIFIED SHAREHOLDER REPORT OF REGISTERED MANAGEMENT  
INVESTMENT COMPANIES

Investment Company Act file number 811-5454

DREYFUS PREMIER NEW JERSEY MUNICIPAL BOND FUND, INC.  
(Exact name of Registrant as specified in charter)

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

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

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

Date of fiscal year end: 12/31

Date of reporting period: 06/30/2008

1

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**FORM N-CSR**

**Item 1. Reports to Stockholders.**

# Dreyfus Premier New Jersey Municipal Bond Fund, Inc.

SEMIANNUAL REPORT June 30, 2008



**Dreyfus**

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# Contents

## THE FUND

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- 2 A Letter from the CEO
- 3 Discussion of Fund Performance
- 6 Understanding Your Fund' s Expenses
- 6 Comparing Your Fund' s Expenses  
With Those of Other Funds
- 7 Statement of Investments
- 23 Statement of Assets and Liabilities
- 24 Statement of Operations
- 25 Statement of Changes in Net Assets
- 27 Financial Highlights
  
- 31 Notes to Financial Statements

## FOR MORE INFORMATION

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Back Cover

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**Dreyfus Premier  
New Jersey Municipal  
Bond Fund, Inc.**

# The Fund



## A LETTER FROM THE CEO

Dear Shareholder:

We are pleased to present this semiannual report for Dreyfus Premier New Jersey Municipal Bond Fund, Inc., covering the six-month period from January 1, 2008, through June 30, 2008.

Fixed-income markets remained turbulent over the first half of 2008. Slumping housing markets, inflation concerns, rising unemployment and lingering credit concerns continued to dampen fixed income investor sentiment. Throughout the first half of the year, investors continuously exhibited a “flight to quality” pattern, and U.S. government securities fared relatively well, while higher-yielding market sectors – including corporate bonds, mortgage-backed securities and asset-backed securities – generally were hard-hit by credit concerns.

While the global economy clearly has slowed, the news is not all bad. We have seen signs of more orderly deleveraging among financial institutions, and it appears that most of the damage caused by last year’ s sub-prime fiasco has been, to a great extent, exposed and ameliorated. The implications of our economic outlook for the U.S. bond market generally are positive, especially since selling pressure

among over-leveraged investors and the Fed's recent comments on inflation have created attractive values in various fixed-income asset classes. These factors support our view that some areas of the U.S. bond market may have been punished too severely in the downturn, creating potential long-term opportunities for patient investors. As always, your financial advisor can help you identify suitable investments and an asset allocation that may be right for you and your long-term investment goals.

For information about how the fund performed during the reporting period, as well as market perspectives, we have provided a Discussion of Fund Performance given by the fund's Portfolio Manager.

Thank you for your continued confidence and support.

Sincerely,



Jonathan R. Baum  
Chief Executive Officer  
The Dreyfus Corporation  
July 15, 2008

2



## DISCUSSION OF FUND PERFORMANCE

*For the period of January 1, 2008, through June 30, 2008, as provided by W. Michael Petty, Senior Portfolio Manager*

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

For the six-month period ended June 30, 2008, Dreyfus Premier New Jersey Municipal Bond Fund's Class A shares produced a total return of 0.12%, Class B shares produced a total return of -0.21%, Class C shares produced a total return of -0.26% and Class Z shares produced a total return of 0.14%.<sup>1</sup> In comparison, the Lehman Brothers Municipal Bond Index (the "Index"), the fund's benchmark, achieved a total return of 0.02% for the same period.<sup>2</sup> In addition, the average total return for all funds reported in the Lipper New Jersey Municipal Debt Funds category was -0.75%.<sup>3</sup>

A credit crisis and economic slowdown caused securities prices in many asset classes to fall sharply. However, a springtime rally enabled municipal bonds to recapture many of their previous losses. The fund produced higher returns than its benchmark and Lipper category average, primarily due to a conservative investment posture, including a relatively short average duration and higher-than-usual cash balances.

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

The fund normally invests at least 80% of its assets in municipal bonds that provide income exempt from federal and New Jersey personal income taxes. To pursue its goal, the fund invests at least 80% of its assets in investment-grade municipal bonds or the unrated equivalent as determined by Dreyfus. The fund may invest up to 20% of its assets in municipal bonds rated below investment grade ("high yield" or "junk" bonds) or the unrated equivalent as determined by Dreyfus. The dollar-weighted average maturity of the fund's portfolio normally exceeds 10 years.

We may buy and sell bonds based on credit quality, market outlook and yield potential. In selecting municipal bonds for investment, we may assess the current interest-rate environment and the municipal bond's potential volatility in different rate environments. We focus on bonds with the potential to offer attractive current income, typically looking for bonds that we believe can provide consistently attractive

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DISCUSSION OF FUND PERFORMANCE *(continued)*

current yields or that are trading at competitive market prices. A portion of the fund's assets may be allocated to "discount" bonds, which are bonds that sell at a price below their face value, or to "premium" bonds, which are bonds that sell at a price above their face value. The fund's allocation to either discount bonds or to premium bonds will change along with our changing views of the current interest-rate and market environment. We also may look to select bonds that are most likely to obtain attractive prices when sold.

### **Municipal Bonds Produced Mixed Results**

A credit crisis originating in the sub-prime mortgage market sent shockwaves throughout the financial markets in the months before the reporting period began, causing investors to reassess their attitudes toward risk. Market turmoil continued in the early months of 2008 when highly leveraged institutional investors were forced by sub-prime related losses to sell their more creditworthy holdings, including municipal bonds, to meet margin calls. In addition, the credit crisis produced massive losses among monoline insurers, and investors responded negatively to municipal bonds carrying third-party insurance,<sup>4</sup> often without regard to the securities' underlying credit quality.

The effects of these developments were exacerbated by declining housing prices, soaring energy costs and a softer job market, which weighed heavily on the U.S. and New Jersey economies. Aggressive reductions of short-term interest rates by the Federal Reserve Board (the "Fed") and a stimulus packages from the federal government appear to have had a limited impact in preventing further economic deterioration.

Particularly heavy losses among municipal bonds in February were followed by a strong rebound in March, when the Fed reassured investors by participating in the rescue of a major investment bank. Although the market rallied throughout the spring, heightened volatility returned in late June, when a number of major global financial institutions revealed new sub-prime related losses, and the Index ended the reporting period with a flat total return.

### **Rigorous Credit Research Helped Support Fund Returns**

Several strategies helped boost the fund's relative performance in this challenging market environment. Through rigorous research by our

4

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credit analysts, we focused on securities with sound credit and liquidity profiles, protecting the fund from the brunt of weakness among lower-rated and less liquid bonds. We also maintained a shorter effective duration than industry averages, which helped cushion the effects of market volatility. In addition, we maintained relatively robust cash levels, which helped us take advantage of tactical trading opportunities among tax-exempt instruments that, due to temporary technical factors, sometimes became available at unusually attractive prices and yields.

### **Finding Opportunities in a Distressed Market**

As of the end of the reporting period, heightened volatility has persisted and the New Jersey economy has shown signs of strain. On the other hand, municipal bonds ended the reporting period at attractive valuations compared to taxable U.S. Treasury securities. Therefore, while we intend to maintain a conservative approach, focusing primarily on bonds with strong credit and liquidity profiles, we have kept ample cash on hand for trading opportunities among fundamentally sound, higher-yielding tax-exempt instruments from New Jersey issuers.

July 15, 2008

- <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 charges imposed on redemptions in the case of Class B and Class C shares. Had these charges been reflected, returns would have been lower. Class Z is not subject to any initial or deferred sales charge. Each share class is subject to a different sales charge and distribution expense structure and will achieve different returns. 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 for non-New Jersey residents, and some income may be subject to the federal alternative minimum tax (AMT) for certain investors. Capital gains, if any, are fully taxable. Return figures provided for Class A, B and C shares reflect the absorption of certain fund expenses pursuant to an agreement by The Dreyfus Corporation which may be terminated upon 90 days' notice to shareholders. Had these expenses not been absorbed, the fund's returns would have been lower.
- <sup>2</sup> SOURCE: LIPPER INC. – Reflects reinvestment of dividends and, where applicable, capital gain distributions. The Lehman Brothers Municipal Bond Index is a widely accepted, unmanaged total return performance benchmark for the long-term, investment-grade, tax-exempt bond market. Index returns do not reflect fees and expenses associated with operating a mutual fund.
- <sup>3</sup> Source: Lipper Inc.
- <sup>4</sup> Third-party insurance on individual securities does not extend to the market value of the portfolio securities or the value of the fund's shares.

## 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 Premier New Jersey Municipal Bond Fund, Inc. from January 1, 2008 to June 30, 2008. 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 June 30, 2008

	Class A	Class B	Class C	Class Z
Expenses paid per \$1,000 †	\$ 4.53	\$ 7.00	\$ 8.24	\$ 4.33
Ending value (after expenses)	\$1,001.20	\$997.90	\$997.40	\$1,001.40

## 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 June 30, 2008

	Class A	Class B	Class C	Class Z
Expenses paid per \$1,000 †	\$ 4.57	\$ 7.07	\$ 8.32	\$ 4.37
Ending value (after expenses)	\$1,020.34	\$1,017.85	\$1,016.61	\$1,020.54

† Expenses are equal to the fund's annualized expense ratio of .91% for Class A, 1.41% for Class B, 1.66% for Class C and .87% for Class Z, multiplied by the average account value over the period, multiplied by 182/366 (to reflect the one-half year period).

6

## STATEMENT OF INVESTMENTS

June 30, 2008 (Unaudited)

<b>Long-Term Municipal Investments—98.7%</b>	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>New Jersey—94.3%</b>				
Atlantic County Utilities Authority, Solid Waste System Revenue				
	7.13	3/1/16	13,250,000	13,492,475
Bayonne Redevelopment Agency, Revenue (Royal Caribbean Project)				
	5.38	11/1/35	4,120,000	3,591,981
Bergen County Utilities Authority, Water Pollution Control Revenue (Insured; FGIC)				
	5.38	12/15/13	1,155,000	1,217,278
Bordentown Sewer Authority, Revenue (Insured; FGIC)				
	5.38	12/1/20	3,880,000	4,031,242
Burlington County Bridge Commission, EDR (The Evergreens Project)				
	5.63	1/1/38	2,500,000	2,260,300
Camden (Insured; FSA)				
	0.00	2/15/12	4,385,000 <sup>a</sup>	3,844,768
Camden County Improvement Authority, Health Care Redevelopment Project Revenue (The Cooper Health System Obligated Group Issue)				
	5.25	2/15/20	4,545,000	4,440,420
Camden County Improvement Authority, Health Care Redevelopment Project Revenue				



(The Cooper Health System Obligated Group Issue)	5.25	2/15/20	2,000,000	1,953,980
Carteret Board of Education, COP (Insured; MBIA, Inc.)	6.00	1/15/10	440,000 <sup>b</sup>	467,232
Delaware River and Bay Authority, Revenue (Insured; MBIA, Inc.)	5.00	1/1/27	3,220,000	3,232,880
Delaware River Joint Toll Bridge Commission, Bridge System Revenue (Insured; MBIA, Inc.)	5.00	7/1/35	4,000,000	4,043,360
East Orange (Insured; FSA)	0.00	8/1/10	4,240,000 <sup>a</sup>	3,984,370
East Orange (Insured; FSA)	0.00	8/1/11	2,500,000 <sup>a</sup>	2,253,650
East Orange Board of Education, COP, LR (Insured; FSA)	0.00	2/1/21	685,000 <sup>a</sup>	371,544
East Orange Board of Education, COP, LR (Insured; FSA)	0.00	2/1/26	745,000 <sup>a</sup>	304,131

The Fund 7

STATEMENT OF INVESTMENTS (Unaudited) (continued)

<b>Long-Term Municipal Investments (continued)</b>	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>New Jersey (continued)</b>				
East Orange Board of Education, COP, LR (Insured; FSA)	0.00	2/1/28	2,345,000 <sup>a</sup>	854,706
Essex County Improvement Authority, LR (County Correctional Facility Project) (Insured; FGIC)	6.00	10/1/10	10,000,000 <sup>b</sup>	10,685,500
Freehold Regional High School District, School District Bonds (Guaranteed; School Bond Reserve Act and Insured; FGIC)	5.50	3/1/09	1,450,000	1,486,192
Freehold Regional High School District, School District Bonds (Guaranteed; School Bond Reserve Act and Insured; FGIC)	5.50	3/1/10	2,460,000	2,574,513
Gloucester County Improvement Authority, County Guaranteed Loan Revenue (County Capital Program)	5.00	4/1/38	8,000,000	8,154,080
Gloucester Township Municipal Utilities Authority, Sewer				

Revenue (Insured; AMBAC)	5.65	3/1/18	2,530,000	2,764,202
Hudson County Improvement Authority, Harrison Stadium Land Acquisition Special Obligation Revenue (Harrison Redevelopment Project)				
(Insured; MBIA, Inc.)	0.00	12/15/34	3,000,000 <sup>a</sup>	718,380
Jersey City				
(Insured; FSA)	0.00	5/15/10	4,745,000 <sup>a</sup>	4,489,055
Jersey City, GO (Fiscal Year Adjustment Refunding Bonds) (Insured; AMBAC)	6.00	10/1/08	1,575,000	1,591,931
Jersey City, GO (Fiscal Year Adjustment Refunding Bonds) (Insured; AMBAC)	6.00	10/1/08	915,000	924,681
Jersey City, Public Improvement Revenue				
(Insured; MBIA, Inc.)	5.25	9/1/09	1,605,000 <sup>b</sup>	1,679,632
Mercer County Improvement Authority, County Secured Open Space Revenue (Insured; MBIA, Inc.)	5.00	8/1/40	3,290,000	3,313,458

8

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<b>Long-Term Municipal Investments (continued)</b>	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>New Jersey (continued)</b>				
Middlesex County Improvement Authority, Utility System Revenue (Perth Amboy Project)				
(Insured; AMBAC)	0.00	9/1/20	3,745,000 <sup>a</sup>	2,053,271
Middlesex County Improvement Authority, Utility System Revenue (Perth Amboy Project)				
(Insured; AMBAC)	0.00	9/1/22	4,740,000 <sup>a</sup>	2,312,456
Middlesex County Utilities Authority, Sewer Revenue				
(Insured; MBIA, Inc.)	6.25	8/15/10	800,000	829,184
New Jersey	6.00	5/1/10	3,695,000 <sup>b</sup>	3,917,254
New Jersey				
(Insured; MBIA, Inc.)	6.00	7/15/10	7,400,000	7,861,020
New Jersey Economic Development Authority, Cigarette Tax Revenue	5.50	6/15/24	2,300,000	2,228,746
New Jersey Economic Development Authority, Cigarette Tax Revenue	5.75	6/15/29	12,500,000	12,275,750
New Jersey Economic Development				

Authority, Department of Human Services Composite Revenue (Division of Developmental Disabilities)	6.25	7/1/24	1,275,000	1,344,602
New Jersey Economic Development Authority, Department of Human Services Composite Revenue (Division of Mental Health Services)	6.10	7/1/17	2,925,000	3,080,171
New Jersey Economic Development Authority, District Heating and Cooling Revenue (Trigen-Trenton District Energy Company L.P. Project)	6.20	12/1/10	3,600,000	3,605,508
New Jersey Economic Development Authority, EDR (American Airlines, Inc. Project)	7.10	11/1/31	1,085,000	527,885
New Jersey Economic Development Authority, EDR (Masonic Charity Foundation of New Jersey Project)	5.00	6/1/18	1,680,000	1,689,694

The Fund 9

STATEMENT OF INVESTMENTS (Unaudited) *(continued)*

<b>Long-Term Municipal Investments (continued)</b>	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>New Jersey (continued)</b>				
New Jersey Economic Development Authority, EDR (Masonic Charity Foundation of New Jersey Project)	5.88	6/1/18	2,750,000	2,865,830
New Jersey Economic Development Authority, EDR (Masonic Charity Foundation of New Jersey Project)	5.50	6/1/21	1,920,000	1,958,803
New Jersey Economic Development Authority, EDR (Masonic Charity Foundation of New Jersey Project)	6.00	6/1/25	1,000,000	1,043,530
New Jersey Economic Development Authority, EDR (Masonic Charity Foundation of New Jersey Project)	5.25	6/1/32	350,000	343,441
New Jersey Economic Development Authority, EDR (United				

Methodist Homes of New Jersey Obligated Group Issue)	5.50	7/1/19	3,000,000	2,810,430
New Jersey Economic Development Authority, First Mortgage Revenue (Fellowship Village Project)	5.50	1/1/18	2,950,000	2,950,826
New Jersey Economic Development Authority, First Mortgage Revenue (Fellowship Village Project)	5.50	1/1/25	3,000,000	2,911,410
New Jersey Economic Development Authority, Motor Vehicle Surcharge Revenue (Insured; MBIA, Inc.)	0.00	7/1/18	5,000,000 <sup>a</sup>	3,118,700
New Jersey Economic Development Authority, Motor Vehicle Surcharge Revenue (Insured; MBIA, Inc.)	0.00	7/1/20	3,350,000 <sup>a</sup>	1,845,381
New Jersey Economic Development Authority, Motor Vehicle Surcharge Revenue (Insured; MBIA, Inc.)	0.00	7/1/21	2,620,000 <sup>a</sup>	1,361,169
New Jersey Economic Development Authority, Retirement Community Revenue (Seabrook Village, Inc. Facility)	5.00	11/15/15	1,605,000	1,549,708

10

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<b>Long-Term Municipal Investments (continued)</b>	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>New Jersey (continued)</b>				
New Jersey Economic Development Authority, Retirement Community Revenue (Seabrook Village, Inc. Facility)	5.25	11/15/26	1,700,000	1,488,724
New Jersey Economic Development Authority, Revenue (Department of Human Services Pooled Financing Program)	5.75	7/1/14	1,080,000	1,153,386
New Jersey Economic Development Authority, Revenue (Hillcrest Health Service System Project) (Insured; AMBAC)	0.00	1/1/12	1,000,000 <sup>a</sup>	874,660
New Jersey Economic Development Authority, Revenue (Hillcrest Health Service System Project) (Insured; AMBAC)	0.00	1/1/13	1,000,000 <sup>a</sup>	834,450
New Jersey Economic Development Authority, Revenue (Hillcrest				

Health Service System Project)				
(Insured; AMBAC)	0.00	1/1/15	3,250,000 <sup>a</sup>	2,455,115
New Jersey Economic Development Authority, Revenue (Hillcrest Health Service System Project)				
(Insured; AMBAC)	0.00	1/1/17	5,000,000 <sup>a</sup>	3,379,600
New Jersey Economic Development Authority, Revenue (Hillcrest Health Service System Project)				
(Insured; AMBAC)	0.00	1/1/18	2,500,000 <sup>a</sup>	1,594,350
New Jersey Economic Development Authority, Revenue (Hillcrest Health Service System Project)				
(Insured; AMBAC)	0.00	1/1/20	6,500,000 <sup>a</sup>	3,662,425
New Jersey Economic Development Authority, Revenue (Hillcrest Health Service System Project)				
(Insured; AMBAC)	0.00	1/1/22	6,000,000 <sup>a</sup>	3,007,860
New Jersey Economic Development Authority, Revenue (Transportation Project)				
(Insured; FSA)	5.25	5/1/11	2,210,000	2,334,268

The Fund 11

STATEMENT OF INVESTMENTS (Unaudited) (continued)

<b>Long-Term Municipal Investments (continued)</b>	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>New Jersey (continued)</b>				
New Jersey Economic Development Authority, School Facilities Construction Revenue	5.00	9/1/37	1,000,000	1,014,630
New Jersey Economic Development Authority, School Facilities Construction Revenue				
(Insured; AMBAC)	5.25	6/15/18	10,000,000 <sup>c,d</sup>	10,635,200
New Jersey Economic Development Authority, School Facilities Construction Revenue				
(Insured; AMBAC)	5.50	9/1/24	4,300,000	4,701,663
New Jersey Economic Development Authority, School Facilities Construction Revenue				
(Insured; AMBAC)	5.00	9/1/37	9,000,000	9,105,030

New Jersey Economic Development Authority, School Facilities Construction Revenue (Insured; FGIC)	5.50	9/1/27	10,000,000	10,870,200
New Jersey Economic Development Authority, Special Facility Revenue (Continental Airlines, Inc. Project)	6.25	9/15/19	5,000,000	4,085,200
New Jersey Economic Development Authority, State LR (State Office Buildings Project) (Insured; AMBAC)	6.00	6/15/10	2,425,000 <sup>b</sup>	2,579,206
New Jersey Economic Development Authority, State LR (State Office Buildings Project) (Insured; AMBAC)	6.13	6/15/10	7,535,000 <sup>b</sup>	8,032,009
New Jersey Economic Development Authority, Waste Paper Recycling Revenue (Marcal Paper Mills Inc. Project)	6.25	2/1/09	1,485,000	1,475,169
New Jersey Educational Facilities Authority, Revenue (Fairleigh Dickenson University Issue)	6.00	7/1/20	4,535,000	4,683,476
New Jersey Educational Facilities Authority, Revenue (Georgian Court University Project)	5.00	7/1/27	1,000,000	967,830

12

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<b>Long-Term Municipal Investments (continued)</b>	<u>Coupon Rate (%)</u>	<u>Maturity Date</u>	<u>Principal Amount (\$)</u>	<u>Value (\$)</u>
<b>New Jersey (continued)</b>				
New Jersey Educational Facilities Authority, Revenue (Georgian Court University Project)	5.25	7/1/27	500,000	498,215
New Jersey Educational Facilities Authority, Revenue (Georgian Court University Project)	5.00	7/1/33	1,880,000	1,779,946
New Jersey Educational Facilities Authority, Revenue (Georgian Court University Project)	5.25	7/1/37	750,000	722,977
New Jersey Educational Facilities Authority, Revenue (New Jersey City University Issue) (Insured; Assured Guaranty)	5.00	7/1/35	12,165,000	12,414,626
New Jersey Educational Facilities Authority, Revenue (Princeton University)	5.25	7/1/10	2,885,000 <sup>b</sup>	3,030,664

New Jersey Educational Facilities Authority, Revenue (Princeton University)	5.00	7/1/15	120,000 <sup>b</sup>	130,279
New Jersey Educational Facilities Authority, Revenue (Public Library Project Grant Program Issue) (Insured; AMBAC)	5.50	9/1/17	1,500,000	1,590,675
New Jersey Educational Facilities Authority, Revenue (Public Library Project Grant Program Issue) (Insured; AMBAC)	5.00	9/1/22	5,500,000	5,596,855
New Jersey Educational Facilities Authority, Revenue (Rowan University Issue) (Insured; FGIC)	5.75	7/1/10	15,405,000 <sup>b</sup>	16,254,894
New Jersey Educational Facilities Authority, Revenue (Stevens Institute of Technology Issue)	5.38	7/1/14	2,500,000 <sup>b</sup>	2,735,525
New Jersey Educational Facilities Authority, Revenue (Stevens Institute of Technology Issue)	5.00	7/1/27	5,000,000	4,830,400
New Jersey Educational Facilities Authority, Revenue (Stevens Institute of Technology Issue)	5.00	7/1/34	4,250,000	3,822,577

The Fund 13

STATEMENT OF INVESTMENTS (Unaudited) *(continued)*

<b>Long-Term Municipal Investments (continued)</b>	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>New Jersey (continued)</b>				
New Jersey Educational Facilities Authority, Revenue (The Richard Stockton College of New Jersey Issue) (Insured; MBIA, Inc.)	5.00	7/1/34	4,005,000	4,035,318
New Jersey Educational Facilities Authority, Revenue (The Richard Stockton College of New Jersey Issue) (Insured; MBIA, Inc.)	5.00	7/1/37	6,945,000	6,980,003
New Jersey Educational Facilities Authority, Revenue (The William Paterson University of New Jersey Issue) (Insured; Assured Guaranty)	5.00	7/1/38	3,745,000	3,806,905

New Jersey Environmental Infrastructure Trust	5.25	9/1/10	4,070,000 <sup>b</sup>	4,327,102
New Jersey Health Care Facilities Financing Authority, Revenue (Atlantic City Medical Center Issue)	6.00	7/1/12	6,145,000	6,549,341
New Jersey Health Care Facilities Financing Authority, Revenue (Atlantic City Medical Center Issue)	6.25	7/1/12	2,270,000 <sup>b</sup>	2,509,757
New Jersey Health Care Facilities Financing Authority, Revenue (Atlantic City Medical Center Issue)	6.25	7/1/17	2,730,000	2,933,194
New Jersey Health Care Facilities Financing Authority, Revenue (Capital Health System Obligated Group Issue)	5.75	7/1/23	3,000,000	3,038,940
New Jersey Health Care Facilities Financing Authority, Revenue (General Hospital Center at Passaic, Inc. Obligated Group Issue) (Insured; FSA)	6.75	7/1/19	550,000	654,885
New Jersey Health Care Facilities Financing Authority, Revenue (Hackensack University Medical Center Issue) (Insured; Assured Guaranty)	5.25	1/1/31	3,750,000	3,874,650

14

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<b>Long-Term Municipal Investments (continued)</b>	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>New Jersey (continued)</b>				
New Jersey Health Care Facilities Financing Authority, Revenue (Hackensack University Medical Center Issue) (Insured; Assured Guaranty)	5.25	1/1/36	3,000,000	3,083,610
New Jersey Health Care Facilities Financing Authority, Revenue (Meridian Health System Obligated Group Issue) (Insured; Assured Guaranty)	5.00	7/1/38	5,000,000	5,011,700
New Jersey Health Care Facilities Financing Authority, Revenue (Robert Wood Johnson University Hospital Issue)	5.38	7/1/13	2,000,000	2,072,520
New Jersey Health Care Facilities Financing Authority, Revenue				



(Saint Barnabas Health Care System Issue) (Insured; MBIA, Inc.)	0.00	7/1/23	2,280,000 <sup>a</sup>	1,115,855
New Jersey Health Care Facilities Financing Authority, Revenue				
(Saint Barnabas Health Care System Issue) (Insured; MBIA, Inc.)	0.00	7/1/23	3,220,000 <sup>a</sup>	1,481,941
New Jersey Health Care Facilities Financing Authority, Revenue				
(South Jersey Hospital Issue)	6.00	7/1/12	3,000,000	3,127,470
New Jersey Health Care Facilities Financing Authority, Revenue				
(Trinitas Hospital Obligated Group)	7.38	7/1/10	4,000,000 <sup>b</sup>	4,356,160
New Jersey Higher Education Assistance Authority, Student Loan Revenue (Insured; MBIA, Inc.)	6.13	6/1/17	280,000	284,570
New Jersey Highway Authority, Revenue (Garden State Parkway)	6.00	1/1/19	6,645,000	7,650,521
New Jersey Housing and Mortgage Finance Agency, Home Buyer Revenue (Insured; MBIA, Inc.)	5.75	4/1/18	1,165,000	1,175,031
New Jersey Housing and Mortgage Finance Agency, Home Buyer Revenue (Insured; MBIA, Inc.)	5.30	4/1/26	335,000	337,171

The Fund 15

STATEMENT OF INVESTMENTS (Unaudited) (continued)

<b>Long-Term Municipal Investments (continued)</b>	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>New Jersey (continued)</b>				
New Jersey Housing and Mortgage Finance Agency, MFHR (Insured: AMBAC and FHA)	5.65	5/1/40	4,480,000	4,490,797
New Jersey Housing and Mortgage Finance Agency, MFHR (Insured; FSA)	5.70	5/1/20	2,320,000	2,368,998
New Jersey Housing and Mortgage Finance Agency, MFHR (Insured; FSA)	5.75	5/1/25	815,000	828,863
New Jersey Housing and Mortgage Finance Agency, SFHR	5.25	10/1/37	2,375,000	2,376,282
New Jersey Transit Corporation, Federal Transit Administration Grants, COP (Master Lease Agreement) (Insured; AMBAC)	5.75	9/15/10	5,000,000 <sup>b</sup>	5,321,450

New Jersey Transportation Trust Fund Authority (Transportation System)	5.50	6/15/09	2,725,000	2,821,765
New Jersey Transportation Trust Fund Authority (Transportation System)	5.00	6/15/20	4,000,000	4,187,600
New Jersey Transportation Trust Fund Authority (Transportation System)	5.50	12/15/23	7,000,000	7,626,430
New Jersey Transportation Trust Fund Authority (Transportation System) (Insured; AMBAC)	5.00	12/15/32	10,000,000	10,105,700
New Jersey Transportation Trust Fund Authority (Transportation System) (Insured; AMBAC)	5.00	12/15/34	6,650,000	6,705,195
New Jersey Transportation Trust Fund Authority (Transportation System) (Insured; AMBAC)	0.00	12/15/35	20,000,000 <sup>a</sup>	4,623,000
New Jersey Transportation Trust Fund Authority (Transportation System) (Insured; MBIA, Inc.)	6.00	12/15/11	9,000,000 <sup>b,c,d</sup>	9,850,815
New Jersey Transportation Trust Fund Authority (Transportation System) (Insured; MBIA, Inc.)	6.00	12/15/11	8,000,000 <sup>b,c,d</sup>	8,756,280

16

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<b>Long-Term Municipal Investments (continued)</b>	<u>Coupon Rate (%)</u>	<u>Maturity Date</u>	<u>Principal Amount (\$)</u>	<u>Value (\$)</u>
<b>New Jersey (continued)</b>				
New Jersey Transportation Trust Fund Authority (Transportation System) (Insured; MBIA, Inc.)	6.00	12/15/11	5,000,000 <sup>b</sup>	5,472,650
New Jersey Transportation Trust Fund Authority (Transportation System) (Insured; MBIA, Inc.)	7.00	6/15/12	2,255,000	2,560,665
New Jersey Transportation Trust Fund Authority (Transportation System) (Insured; MBIA, Inc.)	7.00	6/15/12	3,745,000	4,211,365
New Jersey Turnpike Authority, Turnpike Revenue	6.50	1/1/16	60,000	67,610
New Jersey Turnpike Authority, Turnpike Revenue	6.50	1/1/16	160,000	180,674
New Jersey Turnpike Authority, Turnpike Revenue (Insured; AMBAC)	5.00	1/1/35	7,800,000	7,816,770
New Jersey Turnpike Authority,				

Turnpike Revenue (Insured; FSA) New Jersey Turnpike Authority,	6.50	1/1/16	1,000,000	1,161,370
Turnpike Revenue (Insured; FSA) New Jersey Turnpike Authority,	5.00	1/1/20	5,000,000	5,169,200
Turnpike Revenue (Insured; FSA) New Jersey Turnpike Authority,	5.25	1/1/26	3,900,000	4,276,584
Turnpike Revenue (Insured; MBIA, Inc.) New Jersey Turnpike Authority,	5.75	1/1/10	685,000	717,585
Turnpike Revenue (Insured; MBIA, Inc.) New Jersey Turnpike Authority,	5.75	1/1/10	2,315,000	2,409,244
Turnpike Revenue (Insured; MBIA, Inc.) New Jersey Turnpike Authority,	6.50	1/1/16	17,935,000	20,252,381
Turnpike Revenue (Insured; MBIA, Inc.) North Jersey District Water Supply Commission, Sewer Revenue (Wanaque South Project) (Insured; MBIA, Inc.)	6.50	1/1/16	3,520,000	4,080,595
	6.00	7/1/19	2,000,000	2,259,580

The Fund 17

STATEMENT OF INVESTMENTS (Unaudited) (continued)

<b>Long-Term Municipal Investments (continued)</b>	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>New Jersey (continued)</b>				
Port Authority of New York and New Jersey (Consolidated Bonds, 93rd Series)	6.13	6/1/94	3,000,000	3,377,940
Port Authority of New York and New Jersey, Special Obligation Revenue (JFK International Air Terminal LLC Project) (Insured; MBIA, Inc.)	6.25	12/1/15	5,000,000	5,397,350
Rahway Valley Sewerage Authority, Sewer Revenue (Insured; MBIA, Inc.)	0.00	9/1/30	7,550,000 <sup>a</sup>	2,335,064
Salem County Improvement Authority, City-Guaranteed Revenue (Finlaw State Office Building Project) (Insured; FSA)	5.25	8/15/38	3,640,000	3,784,217
South Brunswick Township Board of Education, School Bonds (Guaranteed; School Bond Reserve Act and Insured; FGIC)	5.63	12/1/09	1,820,000 <sup>b</sup>	1,906,741

Tobacco Settlement Financing Corporation of New Jersey, Tobacco Settlement Asset-Backed Bonds	5.38	6/1/12	2,500,000 <sup>b</sup>	2,685,375
Tobacco Settlement Financing Corporation of New Jersey, Tobacco Settlement Asset-Backed Bonds	6.75	6/1/13	1,790,000 <sup>b</sup>	2,051,018
Tobacco Settlement Financing Corporation of New Jersey, Tobacco Settlement Asset-Backed Bonds	7.00	6/1/13	10,630,000 <sup>b</sup>	12,293,914
Tobacco Settlement Financing Corporation of New Jersey, Tobacco Settlement Asset-Backed Bonds	4.63	6/1/26	3,000,000	2,495,490
Tobacco Settlement Financing Corporation of New Jersey, Tobacco Settlement Asset-Backed Bonds	5.75	6/1/32	6,180,000	6,579,846
Tobacco Settlement Financing Corporation of New Jersey, Tobacco Settlement Asset-Backed Bonds	4.75	6/1/34	9,000,000	6,792,300

18

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<b>Long-Term Municipal Investments (continued)</b>	<u>Coupon Rate (%)</u>	<u>Maturity Date</u>	<u>Principal Amount (\$)</u>	<u>Value (\$)</u>
<b>New Jersey (continued)</b>				
Tobacco Settlement Financing Corporation of New Jersey, Tobacco Settlement Asset-Backed Bonds	5.00	6/1/41	5,170,000	3,914,724
Union County Improvement Authority, Revenue (Correctional Facility Project)	5.00	6/15/22	3,155,000	3,264,352
Union County Utilities Authority, Solid Waste Revenue (Ogden Martin Systems of Union, Inc.) (Insured; AMBAC)	5.38	6/1/20	4,990,000	4,969,790
University of Medicine and Dentistry of New Jersey (Insured; AMBAC)	5.50	12/1/27	15,425,000	15,647,429
West Orange Board of Education, COP (Insured; MBIA, Inc.)	6.00	10/1/09	500,000 <sup>b</sup>	528,230

**U.S. Related-4.4%**

Guam Waterworks Authority, Water and Wastewater System				
Revenue	6.00	7/1/25	1,000,000	1,002,770
Puerto Rico Commonwealth, Public Improvement	5.25	7/1/25	5,000,000	4,933,650
Puerto Rico Commonwealth, Public Improvement (Insured; MBIA, Inc.)	5.65	7/1/15	2,000,000	2,191,380
Puerto Rico Electric Power Authority, Power Revenue	5.50	7/1/38	11,000,000	11,229,020
Virgin Islands Public Finance Authority, Revenue (Senior Lien Fund) (Insured; ACA)	5.50	10/1/08	1,500,000	1,507,725
Virgin Islands Public Finance Authority, Revenue, Virgin Islands Gross Receipts Taxes Loan Note	6.50	10/1/10	3,000,000 <sup>b</sup>	3,275,280
Virgin Islands Public Finance Authority, Revenue, Virgin Islands Gross Receipts Taxes Loan Note	6.38	10/1/19	2,000,000	2,109,300
<b>Total Long-Term Municipal Investments</b> (cost \$578,502,162)				<b>588,931,791</b>

The Fund 19

STATEMENT OF INVESTMENTS (Unaudited) (continued)

<b>Short-Term Municipal Investment–2.5%</b>	Coupon Rate (%)	Maturity Date	Principal Amount (\$)	Value (\$)
<b>New Jersey;</b> University of Medicine and Dentistry of New Jersey, Revenue (Insured; AMBAC and Liquidity Facility; Bank of America) (cost \$14,900,000)	7.00	7/7/08	14,900,000 <sup>e</sup>	<b>14,900,000</b>
<b>Total Investments</b> (cost \$593,402,162)			<b>101.2%</b>	<b>603,831,791</b>
<b>Liabilities, Less Cash and Receivables</b>			<b>(1.2%)</b>	<b>(7,100,155)</b>
<b>Net Assets</b>			<b>100.0%</b>	<b>596,731,636</b>

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

<sup>b</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>c</sup> Securities exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration, normally to qualified institutional buyers. At June 30, 2008, these securities amounted to \$29,242,295 or 4.9% of net assets.

<sup>d</sup> Collateral for floating rate borrowings.

<sup>e</sup> Securities payable on demand. Variable interest rate—subject to periodic change.

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## Summary of Abbreviations

<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>BIGI</b>	Bond Investors Guaranty Insurance
<b>BPA</b>	Bond Purchase Agreement	<b>CGIC</b>	Capital Guaranty Insurance Company
<b>CIC</b>	Continental Insurance Company	<b>CIFG</b>	CDC Ixis Financial Guaranty
<b>CMAC</b>	Capital Market Assurance Corporation	<b>COP</b>	Certificate of Participation
<b>CP</b>	Commercial Paper	<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>FSA</b>	Financial Security Assurance	<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>LOC</b>	Letter of Credit
<b>LOR</b>	Limited Obligation Revenue	<b>LR</b>	Lease Revenue
<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>RAC</b>	Revenue Anticipation Certificates	<b>RAN</b>	Revenue Anticipation Notes
<b>RAW</b>	Revenue Anticipation Warrants	<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>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

## Summary of Combined Ratings (Unaudited)

Fitch	or	Moody's	or	Standard & Poor's	Value (%) <sup>†</sup>
AAA		Aaa		AAA	52.1
AA		Aa		AA	12.7
A		A		A	15.0
BBB		Baa		BBB	14.5
BB		Ba		BB	1.3
B		B		B	.7
CCC		Caa		CCC	.1
F1		MIG1/P1		SP1/A1	2.5
Not Rated <sup>f</sup>		Not Rated <sup>f</sup>		Not Rated <sup>f</sup>	1.1
					<b>100.0</b>

<sup>†</sup> Based on total investments.

<sup>f</sup> Securities which, while not rated by Fitch, Moody's and Standard & Poor's, have been determined by the Manager to be of comparable quality to those rated securities in which the fund may invest.

See notes to financial statements.

22

## STATEMENT OF ASSETS AND LIABILITIES

June 30, 2008 (Unaudited)

	Cost	Value
<b>Assets (\$):</b>		
Investments in securities—See Statement of Investments	593,402,162	603,831,791
Interest receivable		7,830,494
Receivable for shares of Common Stock subscribed		10,250
Prepaid expenses		26,050
		<b>611,698,585</b>
<b>Liabilities (\$):</b>		
Due to The Dreyfus Corporation and affiliates—Note 3(c)		411,882
Cash overdraft due to Custodian		612,218
Payable for floating rate notes issued—Note 4		13,500,000
Payable for shares of Common Stock redeemed		360,805
Interest and expense payable related to floating rate notes issued—Note 4		8,782
Interest payable—Note 2		116
Accrued expenses		73,146
		<b>14,966,949</b>
<b>Net Assets (\$)</b>		<b>596,731,636</b>
<b>Composition of Net Assets (\$):</b>		
Paid-in capital		589,809,704
Accumulated undistributed investment income—net		61,509
Accumulated net realized gain (loss) on investments		(3,569,206)

Accumulated net unrealized appreciation (depreciation) on investments	10,429,629
<b>Net Assets (\$)</b>	<b>596,731,636</b>

### Net Asset Value Per Share

	Class A	Class B	Class C	Class Z
Net Assets (\$)	435,199,122	1,582,173	4,046,413	155,903,928
Shares Outstanding	34,741,372	126,444	323,300	12,443,595
<b>Net Asset Value</b>				
<b>Per Share (\$)</b>	<b>12.53</b>	<b>12.51</b>	<b>12.52</b>	<b>12.53</b>

See notes to financial statements.

The Fund 23

## STATEMENT OF OPERATIONS

Six Months Ended June 30, 2008 (Unaudited)

### Investment Income (\$):

**Interest Income** **15,845,672**

#### Expenses:

Management fee–Note 3(a) 1,801,791

Shareholder servicing costs–Note 3(c) 773,236

Interest and expense related to  
floating rate notes issued–Note 4 183,813

Professional fees 37,998

Directors' fees and expenses–Note 3(d) 37,837

Custodian fees–Note 3(c) 27,162

Registration fees 25,468

Distribution fees–Note 3(b) 18,413

Prospectus and shareholders' reports 12,347

Interest expense–Note 2 284

Loan commitment fees–Note 2 3

Miscellaneous 27,064

**Total Expenses** **2,945,416**

Less–reduction in management fee  
due to undertaking–Note 3(a) (214,923)

Less–reduction in fees due to  
earnings credits–Note 1(b) (9,845)

**Net Expenses** **2,720,648**

**Investment Income–Net** **13,125,024**

### Realized and Unrealized Gain (Loss) on Investments–Note 4 (\$):

Net realized gain (loss) on investments (1,926,702)

Net unrealized appreciation (depreciation) on investments (10,732,551)

**Net Realized and Unrealized Gain (Loss) on Investments** **(12,659,253)**

**Net Increase in Net Assets Resulting from Operations** **465,771**



## STATEMENT OF CHANGES IN NET ASSETS

	Six Months Ended	
	June 30, 2008	Year Ended
	(Unaudited)	December 31, 2007
<b>Operations (\$):</b>		
Investment income-net	13,125,024	23,283,685
Net realized gain (loss) on investments	(1,926,702)	(873,818)
Net unrealized appreciation (depreciation) on investments	(10,732,551)	(9,766,018)
<b>Net Increase (Decrease) in Net Assets Resulting from Operations</b>	<b>465,771</b>	<b>12,643,849</b>
<b>Dividends to Shareholders from (\$):</b>		
Investment income-net:		
Class A Shares	(9,488,930)	(19,007,920)
Class B Shares	(30,430)	(65,465)
Class C Shares	(69,080)	(115,395)
Class Z Shares	(3,475,075)	(4,014,094)
<b>Total Dividends</b>	<b>(13,063,515)</b>	<b>(23,202,874)</b>
<b>Capital Stock Transactions (\$):</b>		
Net proceeds from shares sold:		
Class A Shares	20,329,375	36,962,818
Class B Shares	49,259	39,619
Class C Shares	524,694	1,377,288
Class Z Shares	4,709,285	4,521,012
Net assets received in connection with reorganization-Note 1	-	169,816,616
Dividends reinvested:		
Class A Shares	7,046,841	14,057,805
Class B Shares	20,137	40,265
Class C Shares	31,666	52,432
Class Z Shares	2,820,603	3,230,206
Cost of shares redeemed:		
Class A Shares	(22,739,014)	(67,107,359)
Class B Shares	(73,004)	(550,603)
Class C Shares	(177,223)	(375,122)
Class Z Shares	(12,203,842)	(13,106,963)
<b>Increase (Decrease) in Net Assets from Capital Stock Transactions</b>	<b>338,777</b>	<b>148,958,014</b>
<b>Total Increase (Decrease) in Net Assets</b>	<b>(12,258,967)</b>	<b>138,398,989</b>
<b>Net Assets (\$):</b>		
Beginning of Period	608,990,603	470,591,614

<b>End of Period</b>	<b>596,731,636</b>	<b>608,990,603</b>
Undistributed investment income-net	61,509	-

STATEMENT OF CHANGES IN NET ASSETS (continued)

	Six Months Ended	
	June 30, 2008	Year Ended
	(Unaudited)	December 31, 2007
<b>Capital Share Transactions:</b>		
<b>Class A <sup>a</sup></b>		
Shares sold	1,592,822	2,863,096
Shares issued for dividends reinvested	558,175	1,089,041
Shares redeemed	(1,784,762)	(5,194,623)
<b>Net Increase (Decrease) in Shares Outstanding</b>	<b>366,235</b>	<b>(1,242,486)</b>
<b>Class B <sup>a</sup></b>		
Shares sold	3,866	3,089
Shares issued for dividends reinvested	1,597	3,121
Shares redeemed	(5,836)	(42,428)
<b>Net Increase (Decrease) in Shares Outstanding</b>	<b>(373)</b>	<b>(36,218)</b>
<b>Class C</b>		
Shares sold	41,336	106,438
Shares issued for dividends reinvested	2,511	4,066
Shares redeemed	(13,840)	(29,060)
<b>Net Increase (Decrease) in Shares Outstanding</b>	<b>30,007</b>	<b>81,444</b>
<b>Class Z</b>		
Shares sold	370,499	353,100
Shares received in connection with reorganization-Note 1	-	13,226,443
Shares issued for dividends reinvested	223,391	251,982
Shares redeemed	(957,798)	(1,024,022)
<b>Net Increase (Decrease) in Shares Outstanding</b>	<b>(363,908)</b>	<b>12,807,503</b>

<sup>a</sup> During the period ended June 30, 2008, 3,839 Class B shares representing \$48,107, were automatically converted to 3,835 Class A shares and during the period ended December 31, 2007, 5,026 Class B shares representing \$65,321 were automatically converted to 5,021 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.

Six Months Ended

June 30, 2008

Class A Shares	(Unaudited)	Year Ended December 31,				
		2007	2006	2005	2004	2003 <sup>a</sup>
<b>Per Share Data (\$):</b>						
Net asset value,						
beginning of period	12.79	13.07	13.12	13.26	13.32	13.25
Investment Operations:						
Investment income-net <sup>b</sup>	.28	.54	.56	.56	.55	.57
Net realized and unrealized						
gain (loss) on investments	(.27)	(.28)	(.05)	(.14)	(.04)	.06
Total from Investment Operations	.01	.26	.51	.42	.51	.63
Distributions:						
Dividends from						
investment income-net	(.27)	(.54)	(.56)	(.56)	(.55)	(.56)
Dividends from net realized						
gain on investments	-	-	-	-	(.02)	-
Total Distributions	(.27)	(.54)	(.56)	(.56)	(.57)	(.56)
Net asset value, end of period	12.53	12.79	13.07	13.12	13.26	13.32
<b>Total Return (%)<sup>c</sup></b>	<b>.12<sup>d</sup></b>	<b>2.05</b>	<b>4.00</b>	<b>3.22</b>	<b>3.91</b>	<b>4.90</b>
<b>Ratios/Supplemental Data (%):</b>						
Ratio of total expenses						
to average net assets	1.01 <sup>e</sup>	1.10	1.18	1.12	1.04	1.03
Ratio of net expenses						
to average net assets	.91 <sup>e</sup>	1.00	1.06	1.01	.94	.94
Ratio of net investment income						
to average net assets	4.37 <sup>e</sup>	4.21	4.32	4.25	4.16	4.29
Portfolio Turnover Rate	30.22 <sup>d</sup>	36.63	17.13	11.22	16.98	24.45
Net Assets, end of period						
(\$ x 1,000)	435,199	439,752	465,695	475,203	500,585	536,073

<sup>a</sup> The fund commenced offering three classes of shares on January 7, 2003. The existing shares were redesignated as Class A shares.

<sup>b</sup> Based on average shares outstanding at each month end.

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

<sup>d</sup> Not annualized.

<sup>e</sup> Annualized.

See notes to financial statements.

## FINANCIAL HIGHLIGHTS (continued)

Six Months Ended

June 30, 2008

Class B Shares	(Unaudited)	Year Ended December 31,				
		2007	2006	2005	2004	2003 <sup>a</sup>
<b>Per Share Data (\$):</b>						
Net asset value,						
beginning of period	12.78	13.06	13.10	13.25	13.30	13.13
Investment Operations:						
Investment income—net <sup>b</sup>	.24	.47	.50	.50	.48	.48
Net realized and unrealized						
gain (loss) on investments	(.27)	(.27)	(.04)	(.16)	(.03)	.17
Total from Investment Operations	(.03)	.20	.46	.34	.45	.65
Distributions:						
Dividends from						
investment income—net	(.24)	(.48)	(.50)	(.49)	(.48)	(.48)
Dividends from net realized						
gain on investments	—	—	—	—	(.02)	—
Total Distributions	(.24)	(.48)	(.50)	(.49)	(.50)	(.48)
Net asset value, end of period	12.51	12.78	13.06	13.10	13.25	13.30
<b>Total Return (%)<sup>c</sup></b>	<b>(.21)<sup>d</sup></b>	<b>1.53</b>	<b>3.56</b>	<b>2.63</b>	<b>3.46</b>	<b>5.07<sup>d</sup></b>
<b>Ratios/Supplemental Data (%):</b>						
Ratio of total expenses						
to average net assets	1.59 <sup>e</sup>	1.67	1.74	1.67	1.59	1.57 <sup>e</sup>
Ratio of net expenses						
to average net assets	1.41 <sup>e</sup>	1.50	1.56	1.51	1.44	1.43 <sup>e</sup>
Ratio of net investment income						
to average net assets	3.86 <sup>e</sup>	3.71	3.82	3.74	3.65	3.63 <sup>e</sup>
Portfolio Turnover Rate	30.22 <sup>d</sup>	36.63	17.13	11.22	16.98	24.45
Net Assets, end of period						
(\$ x 1,000)	1,582	1,621	2,129	2,025	1,614	1,038

<sup>a</sup> From January 7, 2003 (commencement of initial offering) to December 31, 2003.

<sup>b</sup> Based on average shares outstanding at each month end.

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

<sup>d</sup> Not annualized.

<sup>e</sup> Annualized.

See notes to financial statements.

28

Six Months Ended

June 30, 2008

Class C Shares	(Unaudited)	Year Ended December 31,				
		2007	2006	2005	2004	2003 <sup>a</sup>

**Per Share Data (\$):**

Net asset value,						
beginning of period	12.78	13.06	13.11	13.25	13.31	13.13
Investment Operations:						
Investment income-net <sup>b</sup>	.23	.45	.46	.46	.45	.44
Net realized and unrealized						
gain (loss) on investments	(.26)	(.29)	(.05)	(.14)	(.04)	.19
Total from Investment Operations	(.03)	.16	.41	.32	.41	.63
Distributions:						
Dividends from						
investment income-net	(.23)	(.44)	(.46)	(.46)	(.45)	(.45)
Dividends from net realized						
gain on investments	-	-	-	-	(.02)	-
Total Distributions	(.23)	(.44)	(.46)	(.46)	(.47)	(.45)
Net asset value, end of period	12.52	12.78	13.06	13.11	13.25	13.31
<b>Total Return (%)<sup>c</sup></b>	<b>(.26)<sup>d</sup></b>	<b>1.28</b>	<b>3.22</b>	<b>2.45</b>	<b>3.13</b>	<b>4.88<sup>d</sup></b>

**Ratios/Supplemental Data (%):**

Ratio of total expenses						
to average net assets	1.78 <sup>e</sup>	1.87	1.96	1.89	1.81	1.80 <sup>e</sup>
Ratio of net expenses						
to average net assets	1.66 <sup>e</sup>	1.75	1.81	1.76	1.69	1.67 <sup>e</sup>
Ratio of net investment income						
to average net assets	3.61 <sup>e</sup>	3.44	3.57	3.51	3.41	3.34 <sup>e</sup>
Portfolio Turnover Rate	30.22 <sup>d</sup>	36.63	17.13	11.22	16.98	24.45
Net Assets, end of period						
(\$ x 1,000)	4,046	3,749	2,768	2,732	1,736	1,188

<sup>a</sup> From January 7, 2003 (commencement of initial offering) to December 31, 2003.

<sup>b</sup> Based on average shares outstanding at each month end.

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

<sup>d</sup> Not annualized.

<sup>e</sup> Annualized.

See notes to financial statements.

The Fund 29

## FINANCIAL HIGHLIGHTS (continued)

	Six Months Ended	
	June 30, 2008	Year Ended
<b>Class Z Shares</b>	(Unaudited)	December 31, 2007 <sup>a</sup>
<b>Per Share Data (\$):</b>		
Net asset value, beginning of period	12.79	12.84
Investment Operations:		

Investment income–net <sup>b</sup>	.28	.31
Net realized and unrealized gain (loss) on investments	(.26)	(.05)
Total from Investment Operations	.02	.26
Distributions:		
Dividends from investment income–net	(.28)	(.31)
Net asset value, end of period	12.53	12.79
<b>Total Return (%)<sup>c</sup></b>	<b>.14</b>	<b>2.03</b>
<b>Ratios/Supplemental Data (%):</b>		
Ratio of total expenses to average net assets <sup>d</sup>	.87	.91
Ratio of net expenses to average net assets <sup>d,e</sup>	.87	.91
Ratio of net investment income to average net assets <sup>d</sup>	4.41	4.26
Portfolio Turnover Rate	30.22 <sup>c</sup>	36.63
Net Assets, end of period (\$ x 1,000)	155,904	163,869

<sup>a</sup> From June 7, 2007 (commencement of initial offering) to December 31, 2007.

<sup>b</sup> Based on average shares outstanding at each month end.

<sup>c</sup> Not annualized.

<sup>d</sup> Annualized.

<sup>e</sup> Expense waivers and/or reimbursements amounted to less than .01%.

See notes to financial statements.

30

## NOTES TO FINANCIAL STATEMENTS (Unaudited)

### NOTE 1–Significant Accounting Policies:

Dreyfus Premier New Jersey Municipal Bond Fund, Inc. (the “fund”) is registered under the Investment Company Act of 1940, as amended (the “Act”), as a non-diversified open-end management investment company. The fund’s investment objective is to provide investors with as high a level of current income exempt from federal and New Jersey personal income taxes, 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.

As of the close of business on June 7, 2007, pursuant to an Agreement and Plan of Reorganization previously approved by the fund’s Board of Directors, all of the assets, subject to liabilities, of Dreyfus New Jersey Intermediate Municipal Bond Fund were transferred to the fund in exchange for shares of Common Stock of the fund of equal value. Shareholders of Dreyfus New Jersey Intermediate Municipal Bond Fund received Class Z shares of the fund, in an amount equal to the aggregate net asset value of their investment in Dreyfus New Jersey Intermediate Municipal Bond Fund at the time of the exchange. The fund’s net asset value on the close of business on June 7, 2007 was \$12.84 per share for Class Z shares, and a total of 13,226,443 Class Z shares representing net assets of \$169,816,616 (including \$2,970,086 net unrealized appreciation on investments) were issued to shareholders of Dreyfus New Jersey Intermediate Municipal Bond Fund in the exchange. The exchange was a tax-free event to Dreyfus New Jersey Intermediate Municipal Bond Fund shareholders.

MBSC Securities Corporation (the “Distributor”), a wholly-owned subsidiary of the Manager, is the distributor of the fund’s shares. The fund is authorized to issue 525 million shares of \$.001 par value Common Stock. The fund currently offers four classes of shares: Class A (200

million shares authorized), Class B (150 million shares authorized), Class C (150 million shares authorized) and Class Z (25 million shares authorized). Class A shares are subject to a sales charge imposed at the time of purchase. Class B shares are subject to a contingent deferred sales

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NOTES TO FINANCIAL STATEMENTS (Unaudited) (continued)

charge (“CDSC”) imposed on Class B share redemptions made within six years of purchase and automatically convert to Class A shares after six years. The fund does not offer Class B shares, except in connection with dividend reinvestment and permitted exchanges of Class B shares. Class C shares are subject to a CDSC imposed on Class C shares redeemed within one year of 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.

The fund’s financial statements are prepared in accordance with U.S. generally accepted accounting principles, which may require the use of management estimates and assumptions. Actual results could differ from those estimates.

The fund 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:** Investments in securities are valued each business day by an independent pricing service (the “Service”) approved by the fund’s Board of Directors. 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: yields or prices of municipal securities of comparable quality, coupon, maturity and type, indications as to values from dealers, and general market conditions. Options and financial futures on municipal and U.S. Treasury securities are valued at the last sales price on the securities exchange of which such securi-

32

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ties are primarily traded or at the last sales price on the national securities market on each business day.

The Financial Accounting Standards Board (“FASB”) released Statement of Financial Accounting Standards No. 157 “Fair Value Measurements” (“FAS 157”). FAS 157 establishes an authoritative definition of fair value, sets out a framework for measuring fair value, and requires additional disclosures about fair-value measurements. The application of FAS 157 is required for fiscal years beginning after November 15, 2007 and interim periods within those fiscal years.

Various inputs are used in determining the value of the fund’s investments relating to FAS 157.

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

**Level 1**—quoted prices in active markets for identical securities.

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

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

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

The following is a summary of the inputs used as of June 30, 2008 in valuing the fund's investments carried at fair value:

Valuation Inputs	Investments in Securities (\$)	Other Financial Instruments (\$) <sup>†</sup>
Level 1–Quoted Prices	0	0
Level 2–Other Significant Observable Inputs	603,831,791	0
Level 3–Significant Unobservable Inputs	0	0
<b>Total</b>	<b>603,831,791</b>	<b>0</b>

<sup>†</sup> Other financial instruments include derivative instruments such as futures, forward currency exchange contracts and swap contracts, which are valued at the unrealized appreciation (depreciation) on the instrument.

The Fund 33

NOTES TO FINANCIAL STATEMENTS (Unaudited) (continued)

**(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.

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

The fund follows an investment policy of investing primarily in municipal obligations of one state. Economic changes affecting the state and certain of its public bodies or municipalities may affect the ability of issuers within the state to pay interest on, or repay principal of, municipal obligations held by the fund.

**(c) Dividends to shareholders:** It is the policy of the fund to declare dividends from investment income-net on each business day. 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 U.S. generally accepted accounting principles.

**(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 gains sufficient to relieve it from substantially all federal income and excise taxes.

During the current year, the fund adopted FASB Interpretation No. 48 "Accounting for Uncertainty in Income Taxes" ("FIN 48"). FIN 48 provides guidance for how uncertain tax positions should be recognized, measured, presented and disclosed in the financial statements. FIN 48 requires the evaluation of tax positions taken or expected to be taken in the course of preparing the fund's tax returns to determine whether the tax positions are "more-likely-than-not" of being sustained by the applicable tax authority. Tax positions not deemed to meet the more likely-



than-not threshold would be recorded as a tax expense in the current year. The adoption of FIN 48 had no impact on the operations of the fund for the period ended June 30, 2008.

As of and during the period ended June 30, 2008, the fund did not have any liabilities for any unrecognized tax benefits. The fund recognizes interest and penalties, if any, related to unrecognized tax benefits as income tax expense in the Statement of Operations. During the period, the fund did not incur any interest or penalties.

Each of the tax years in the three-year period ended December 31, 2007, remains subject to examination by the Internal Revenue Service and state taxing authorities.

The fund has an unused capital loss carryover of \$1,723,404 available for federal income tax purposes to be applied against future net securities profits, if any, realized subsequent to December 31, 2007. If not applied, \$803,681 of the carryover expires in fiscal 2011, \$97,441 expires in fiscal 2014 and \$822,282 expires in fiscal 2015.

The tax character of distributions paid to shareholders during the fiscal year ended December 31, 2007 was as follows: tax exempt income \$23,202,874. The tax character of current year distributions will be determined at the end of the current fiscal year.

#### **NOTE 2—Bank Line of Credit:**

The fund participates with other Dreyfus-managed funds in a \$350 million redemption credit facility (the “Facility”) to be utilized for tem-

The Fund 35

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#### NOTES TO FINANCIAL STATEMENTS (Unaudited) (continued)

porary or emergency purposes, including the financing of redemptions. In connection therewith, the fund has agreed to pay commitment fees on its pro rata portion of the Facility. Interest is charged to the fund based on prevailing market rates in effect at the time of borrowing.

The average daily amount of borrowings outstanding under the Facility during the period ended June 30, 2008 was approximately \$8,900, with a related weighted average annualized interest rate of 3.18% .

#### **NOTE 3—Management Fee and Other Transactions With Affiliates:**

(a) Pursuant to a Management Agreement (“Agreement”) with the Manager, 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. The Manager has undertaken, until shareholders are given at least 90 days’ notice to the contrary, if the aggregate expenses of the fund, exclusive of taxes, brokerage commissions, interest expense, commitment fees, extraordinary expenses, shareholder services fees and Rule 12b-1 distribution plan fees, but including the management fee, exceed .60% of the value of the fund’ s average daily net assets, the fund may deduct from the payments to be made to the Manager under the Agreement, or the Manager will bear such excess expense. The reduction in management fee, pursuant to the undertaking, amounted to \$214,923 during the period ended June 30, 2008.

During the period ended June 30, 2008, the Distributor retained \$2,629 from commissions earned on sales of the fund’ s Class A shares and \$1,156 from CDSCs on redemptions of the fund’ s Class C shares.

(b) Under the Distribution Plan (the “Plan”) adopted pursuant to Rule 12b-1 under the Act, Class B and Class C shares pay the Distributor for distributing their shares at an annual rate of .50% of the value of the average daily net assets of Class B shares and .75% of the value of the average daily net assets of Class C shares. During the period ended June 30, 2008, Class B and Class C shares were charged \$3,962 and \$14,451 respectively, pursuant to the Plan.

(c) Under the Shareholder Services Plan, Class A, Class B and Class C shares pay the Distributor at an annual rate of .25% of the value of the 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 (a securities dealer, financial institution or other industry professional) in respect of these services. The Distributor determines the amounts to be paid to Service Agents. During the period ended June 30, 2008, Class A, Class B and Class C shares were charged \$545,924, \$1,981 and \$4,817, respectively, pursuant to the Shareholder Services Plan.

Under the Shareholder Services Plan, Class Z shares reimburse the Distributor an amount not to exceed an annual rate of .25% of the value of Class Z shares' average daily net assets for certain allocated expenses of providing personal services and/or maintaining shareholder accounts. 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 June 30, 2008, Class Z shares were charged \$77,736 pursuant to the Shareholder Services Plan.

The fund compensates Dreyfus Transfer, Inc., a wholly-owned subsidiary of the Manager, under a transfer agency agreement for providing personnel and facilities to perform transfer agency services for the fund. During the period ended June 30, 2008, the fund was charged \$92,527 pursuant to the transfer agency agreement.

The fund compensates The Bank of New York, a subsidiary of BNY Mellon and a Dreyfus affiliate, under a cash management agreement for performing cash management services related to fund subscriptions and redemptions. During the period ended June 30, 2008, the fund was charged \$7,090 pursuant to the cash management agreement.

The Fund 37

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NOTES TO FINANCIAL STATEMENTS (Unaudited) (continued)

The fund compensates The Bank of New York under a custody agreement for providing custodial services for the fund. During the period ended June 30, 2008, the fund was charged \$27,162 pursuant to the custody agreement.

During the period ended June 30, 2008, the fund was charged \$2,820 for services performed by the Chief Compliance Officer.

The components of "Due to The Dreyfus Corporation and affiliates" in the Statement of Assets and Liabilities consist of: management fees \$295,258, Rule 12b-1 distribution plan fees \$3,141, shareholder services plan fees \$90,709, custodian fees \$22,286, chief compliance officer fees \$2,820 and transfer agency per account fees \$32,508, which are offset against an expense reimbursement currently in effect in the amount of \$34,840.

(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 June 30, 2008, amounted to \$179,567,807 and \$188,579,893, respectively.

The fund may participate in secondary inverse floater structures in which fixed-rate, tax-exempt municipal bonds purchased by the fund are transferred to a trust. The trust subsequently issues two or more variable rate securities that are collateralized by the cash flows of the fixed-rate, tax-exempt municipal bonds. One or more of these variable rate securities pays interest based on a short-term floating rate set by a remarketing agent at predetermined intervals. A residual interest tax-exempt security is also created by the trust, which is transferred to the fund, and is paid interest based on the remaining cash flow of the trust, after payment of interest on the other securities and various expenses of the trust.

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The fund accounts for the transfer of bonds to the trust as secured borrowings, with the securities transferred remaining in the fund's investments, and the related floating rate certificate securities reflected as fund liabilities under the caption, "Payable for floating rate notes issued" in the Statement of Assets and Liabilities.

At June 30, 2008, accumulated net unrealized appreciation on investments was \$10,429,629, consisting of \$18,907,933 gross unrealized appreciation and \$8,478,304 gross unrealized depreciation.

At June 30, 2008, the cost of investments for federal income tax purposes was substantially the same as the cost for financial reporting purposes (see the Statement of Investments).

In March 2008, the FASB released Statement of Financial Accounting Standards No. 161 "Disclosures about Derivative Instruments and Hedging Activities" ("FAS 161"). FAS 161 requires qualitative disclosures about objectives and strategies for using derivatives, quantitative disclosures about fair value amounts of gains and losses on derivative instruments and disclosures about credit-risk-related contingent features in derivative agreements. The application of FAS 161 is required for fiscal years beginning after November 15, 2008 and interim periods within those fiscal years. At this time, management is evaluating the implications of FAS 161 and its impact on the financial statements and the accompanying notes has not yet been determined.

**NOTE 5—Subsequent Event:**

Effective July 1, 2008, BNY Mellon has reorganized and consolidated a number of its banking and trust company subsidiaries. As a result of the reorganization, any services previously provided to the fund by Mellon Bank, N.A. or Mellon Trust of New England, N.A. are now provided by The Bank of New York, which has changed its name to The Bank of New York Mellon.

The Fund 39

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NOTES

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(a) Not applicable.

**Item 7. Disclosure of Proxy Voting Policies and Procedures for Closed-End Management Investment Companies.**

Not applicable.

**Item 8. Portfolio Managers of Closed-End Management Investment Companies.**

Not applicable.

**Item 9. Purchases of Equity Securities by Closed-End Management Investment Companies and Affiliated Purchasers.**

Not applicable. [CLOSED END FUNDS ONLY]

**Item 10. Submission of Matters to a Vote of Security Holders.**

The Registrant has a Nominating Committee (the "Committee"), which is responsible for selecting and nominating persons for election or appointment by the Registrant's Board as Board members. The Committee has adopted a Nominating Committee Charter (the "Charter"). Pursuant to the Charter, the Committee will consider recommendations for nominees from shareholders submitted to the Secretary of the Registrant, c/o The Dreyfus Corporation Legal Department, 200 Park Avenue, 8th Floor East, New York, New York 10166. A nomination submission must include information regarding the recommended nominee as specified in the Charter. This information includes all information relating to a recommended nominee that is required to be disclosed in solicitations or proxy statements for the election of Board members, as well as information sufficient to evaluate the factors to be considered by the Committee, including character and integrity, business and professional experience, and whether the person has the ability to apply sound and

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independent business judgment and would act in the interests of the Registrant and its shareholders. Nomination submissions are required to be accompanied by a written consent of the individual to stand for election if nominated by the Board and to serve if elected by the shareholders, and such additional information must be provided regarding the recommended nominee as reasonably requested by the Committee.

**Item 11. Controls and Procedures.**

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

(b) There were no changes to the Registrant's internal control over financial reporting that occurred during the second fiscal quarter of the period covered by this report that have materially affected, or are reasonably likely to materially affect, the Registrant's internal control over financial reporting.

**Item 12. Exhibits.**

(a)(1) Not applicable.

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

(a)(3) Not applicable.

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

3

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**SIGNATURES**

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

Dreyfus Premier New Jersey Municipal Bond Fund, Inc.

By: /s/ J. David Officer  
J. David Officer,  
President

Date: August 25, 2008

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/ J. David Officer  
J. David Officer,  
President

Date: August 25, 2008

By: /s/ James Windels  
James Windels,  
Treasurer

Date: August 25, 2008

4

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**EXHIBIT INDEX**

(a)(2) Certifications of principal executive and principal financial officers as required by Rule 30a-2(a) under the Investment Company Act of 1940. (EX-99.CERT)

(b) Certification of principal executive and principal financial officers as required by Rule 30a-2(b) under the Investment Company Act of 1940. (EX-99.906CERT)

5

## SECTION 302 CERTIFICATION

I, J. David Officer, certify that:

1. I have reviewed this report on Form N-CSR of Dreyfus Premier New Jersey Municipal Bond Fund, Inc.;
2. Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report;
3. Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations, changes in net assets, and cash flows (if the financial statements are required to include a statement of cash flows) of the registrant as of, and for, the periods presented in this report;
4. The registrant's other certifying officer(s) and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940) and internal control over financial reporting (as defined in Rule 30a-3(d) under the Investment Company Act of 1940) for the registrant and have:
  - (a) Designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared;
  - (b) Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;
  - (c) Evaluated the effectiveness of the registrant's disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of a date within 90 days prior to the filing date of this report based on such evaluation; and
  - (d) Disclosed in this report any change in the registrant's internal control over financial reporting that occurred during the second fiscal quarter of the period covered by this report that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting;
5. The registrant's other certifying officer(s) and I have disclosed to the registrant's auditors and the audit committee of the registrant's board of directors (or persons performing the equivalent functions):
  - (a) All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the registrant's ability to record, process, summarize, and report financial information; and
  - (b) Any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal control over financial reporting.

By: /s/ J. David Officer  
J. David Officer,  
President

Date: August 25, 2008



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**SECTION 302 CERTIFICATION**

I, James Windels, certify that:

1. I have reviewed this report on Form N-CSR of Dreyfus Premier New Jersey Municipal Bond Fund, Inc.;
2. Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report;
3. Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations, changes in net assets, and cash flows (if the financial statements are required to include a statement of cash flows) of the registrant as of, and for, the periods presented in this report;
4. The registrant's other certifying officer(s) and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940) and internal control over financial reporting (as defined in Rule 30a-3(d) under the Investment Company Act of 1940) for the registrant and have:
  - (a) Designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared;
  - (b) Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;
  - (c) Evaluated the effectiveness of the registrant's disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of a date within 90 days prior to the filing date of this report based on such evaluation; and
  - (d) Disclosed in this report any change in the registrant's internal control over financial reporting that occurred during the second fiscal quarter of the period covered by this report that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting;
5. The registrant's other certifying officer(s) and I have disclosed to the registrant's auditors and the audit committee of the registrant's board of directors (or persons performing the equivalent functions):
  - (a) All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the registrant's ability to record, process, summarize, and report financial information; and
  - (b) Any fraud, whether or not material, that involves management or other employees who have significant role in the registrant's internal control over financial reporting.

By: /s/ James Windels

James Windels,  
Treasurer

Date: August 25, 2008





**SECTION 906 CERTIFICATIONS**

In connection with this report on Form N-CSR for the Registrant as furnished to the Securities and Exchange Commission on the date hereof (the "Report"), the undersigned hereby certify, pursuant to Section 906 of the Sarbanes-Oxley Act of 2002, that:

(1) the Report fully complies with the requirements of Section 13(a) or 15(d) of the Securities Exchange Act of 1934, as applicable; and

(2) the information contained in the Report fairly presents, in all material respects, the financial condition and results of operations of the Registrant.

By: /s/ J. David Officer  
J. David Officer,  
President

Date: August 25, 2008

By: /s/ James Windels  
James Windels,  
Treasurer

Date: August 25, 2008

*This certificate is furnished pursuant to the requirements of Form N-CSR and shall not be deemed "filed" for purposes of Section 18 of the Securities Exchange Act of 1934, or otherwise subject to the liability of that section, and shall not be deemed to be incorporated by reference into any filing under the Securities Act of 1933 or the Securities Exchange Act of 1934.*