Minutes of actions taken by the Board of Governors of the

PRESENT: Mr. Evans, Chairman pro tem.
          Mr. Vardaman
          Mr. Carpenter, Secretary
          Mr. Kenyon, Assistant Secretary

Memorandum dated July 20, 1950, from Mr. Leonard, Director
of the Division of Bank Operations, recommending increases in the
basic annual salaries of the following employees in that Division,
effective August 6, 1950:

<table>
<thead>
<tr>
<th>Name</th>
<th>Title</th>
<th>Salary Increase</th>
</tr>
</thead>
<tbody>
<tr>
<td>Mary Louise Roberts</td>
<td>Statistical Clerk</td>
<td>From $3,100</td>
</tr>
<tr>
<td>Grace Lucille Stiehler</td>
<td>Statistical Clerk</td>
<td>To $3,500</td>
</tr>
</tbody>
</table>

Approved unanimously.

Letter to Mr. Wiltse, Vice President of the Federal Reserve
Bank of New York, reading as follows:

"In view of the recommendation contained in your letter of July 21, 1950, the Board of Gov-
erners extends until February 3, 1951, the time within which 'Manufacturers and Traders Trust Com-
pany', Buffalo, New York, may establish a branch in the unincorporated village of Woodlawn, Town
of Hamburg, New York, as approved by the Board on February 3, 1950."

Approved unanimously.

Letter to Mr. Stetzelberger, Vice President of the Federal
Reserve Bank of Cleveland, reading as follows:

"Reference is made to your letter of July 24, 1950, submitting a certified copy of a resolution
adopted by the Board of Directors of 'The Lodi State Bank', Lodi, Ohio, signifying its intention to with-
"draw from membership in the Federal Reserve System and requesting waiver of the six months' notice which may be required.

"In view of your favorable recommendation, the Board of Governors waives the requirement of six months' notice, as requested. Accordingly, upon surrender of the Federal Reserve Bank stock issued to The Lodi State Bank, Lodi, Ohio, the Federal Reserve Bank is authorized to cancel such stock and make appropriate refund thereon.

"Please advise the Board of Governors when cancellation is effected and refund is made. The Certificate of Membership issued should also be obtained, if possible, and forwarded to the Board. The State banking authorities should be advised of the bank's proposed withdrawal from membership and when it has been effected.

"It is assumed that the bank is aware of the necessity for application to the Federal Deposit Insurance Corporation if it desires continuance of deposit insurance after withdrawal from membership."

Approved unanimously.

Letter to Mr. Young, President of the Federal Reserve Bank of Chicago, reading as follows:

"This refers to your letter of July 7, 1950, regarding the classification of member banks for election purposes.

"In view of the consensus of your directors that no change be made in the present classification for the year 1950, the Board will make no change in the classification at this time.

"It is noted from your letter that many of the banks in Group 3 are increasing their capital and surplus and will be advanced to Group 2 before the end of the year. We note also from the tabulation enclosed with your letter that the number of banks in Group 1 has doubled since 1940. It is suggested, accordingly, that the classification be reviewed again early next year.

"Since the table enclosed with your letter, 'Classification of Member Banks in All Federal Re-
"Serve Districts for Election Purposes", was prepared, the classification in the Boston Federal Reserve District has been changed to:

Group 1 - Capital and surplus of more than $1,800,000
Group 2 - $400,000 but not more than $1,800,000
Group 3 - Less than $400,000.

In this connection, it appears that the Group 2 and Group 3 limits shown in the tabulation for the Minneapolis District should be '150-399' and '150', respectively."

Approved unanimously:

[Signature]

Secretary.