

OFFICE OF THE SECRETARY OF STATE  
TOBIAS READ  
SECRETARY OF STATE  
  
MICHAEL KAPLAN  
DEPUTY SECRETARY OF STATE



ARCHIVES DIVISION  
STEPHANIE CLARK  
DIRECTOR  
  
800 SUMMER STREET NE  
SALEM, OR 97310  
503-373-0701

**NOTICE OF PROPOSED RULEMAKING**  
INCLUDING STATEMENT OF NEED & FISCAL IMPACT

CHAPTER 462  
**OREGON RACING COMMISSION**

**FILED**  
02/26/2026 3:28 PM  
ARCHIVES DIVISION  
SECRETARY OF STATE

FILING CAPTION: OAR 462-220-0085 adopts new ADW language for prohibited business with non-compliant vendors

LAST DAY AND TIME TO OFFER COMMENT TO AGENCY: 04/16/2026 11:55 PM

*The Agency requests public comment on whether other options should be considered for achieving the rule's substantive goals while reducing negative economic impact of the rule on business.*

CONTACT: Karen Parkman  
503-853-5927  
Karen.parkman@orc.oregon.gov

PO Box 366  
Gresham, OR 97030

Filed By:  
Karen Parkman  
Rules Coordinator

HEARING(S)

*Auxiliary aids for persons with disabilities are available upon advance request. Notify the contact listed above.*

DATE: 03/19/2026  
TIME: 10:30 AM - 11:00 AM  
OFFICER: Connie Winn

REMOTE HEARING DETAILS

MEETING URL: [Click here to join the meeting](#)  
PHONE NUMBER: 1-503-446-4951  
CONFERENCE ID: 373424096  
SPECIAL INSTRUCTIONS:  
Meeting ID: 257 184 860 485 53  
Passcode: df2W73BU

NEED FOR THE RULE(S)

For clarification of relationships with vendors

DOCUMENTS RELIED UPON, AND WHERE THEY ARE AVAILABLE

Documents are electronically stored with agency and are available upon request.

STATEMENT IDENTIFYING HOW ADOPTION OF RULE(S) WILL AFFECT RACIAL EQUITY IN THIS STATE

Will not affect racial equity

FISCAL AND ECONOMIC IMPACT:

NO

COST OF COMPLIANCE:

(1) Identify any state agencies, units of local government, and members of the public likely to be economically affected by the rule(s). (2) Effect on Small Businesses: (a) Estimate the number and type of small businesses subject to the rule(s); (b) Describe the expected reporting, recordkeeping and administrative activities and cost required to comply with the rule(s); (c) Estimate the cost of professional services, equipment supplies, labor and increased administration required to comply with the rule(s).

None

DESCRIBE HOW SMALL BUSINESSES WERE INVOLVED IN THE DEVELOPMENT OF THESE RULE(S):

Small business were not involved and are not affected.

WAS AN ADMINISTRATIVE RULE ADVISORY COMMITTEE CONSULTED? NO IF NOT, WHY NOT?

Not needed

ADOPT: 462-220-0085

RULE SUMMARY: OAR 462-220-0085 adopts new ADW language for prohibited business with non-compliant vendors

CHANGES TO RULE:

462-220-0085

Associations with Prohibited Persons or Entities

(1) Applicability. This rule applies to any Oregon Racing Commission's (ORC) Person or entity licensed, registered, certified, approved, or seeking licensure or approval by the Oregon Racing Commission ("Commission") including but not limited to vendors, service providers, partners, and white label operators. ¶

(2) Prohibited Entities. ¶

(a) A licensee, applicant and/or service provider may not enter into, maintain, or renew any partnership, contractual relationship, vendor agreement, subcontract, or other business association with any person or entity determined by ORC to be a prohibited person or entity, as defined in section (3) of this rule.¶

(b) If a business associate is determined to be a Prohibited Entity after a relationship has begun, the licensee or ADW Service Partner must take reasonable steps to terminate or disengage from the relationship within a reasonable period of time as to be determined by the Commission.¶

(3) Prohibited Person or Entity. For purposes of this rule, a "prohibited person or entity" includes any individual or entity that the Commission determines, based on credible evidence, has engaged in, or presents a material risk of engaging in: ¶

(a) Criminal conduct involving fraud, money laundering, racketeering, illegal gambling, bribery, corruption, embezzlement, or financial crimes under federal, state, or foreign law;¶

(b) Operation of, participation in, or material support of illegal wagering, gaming, or betting activities in any jurisdiction;¶

(c) Revocation, suspension, or denial of a gaming, wagering, racing, or similar license by a regulatory authority in any jurisdiction for reasons involving integrity, honesty, or suitability;¶

(d) Inclusion on a government sanctioned or exclusion list relevant to financial crimes or gaming regulations, on any international, federal, or state exclusion list, sanctions list, or law-enforcement watch list, including, but not limited to, those maintained by the U.S. Department of Justice, U.S. Department of the Treasury, or equivalent foreign authorities;¶

(e) A documented pattern of regulatory violations demonstrating lack of compliance, or regard for regulatory compliance; ¶

(f) Any other conduct that, in the judgment of the Commission, poses a risk to the integrity of racing, wagering, or the public interest. ¶

(4) Due Diligence Requirement. Licensees and service partners must exercise reasonable risk-based due diligence before entering and during the term of business relationships to identify and avoid associations with prohibited persons or entities. Documentation sufficient to demonstrate compliance must be maintained and made available to the Commission upon request.¶

(5) Prohibited Persons or Entities List. The Oregon Racing Commission, at its sole discretion, retains the ability to maintain a list of prohibited persons or entities and reserves the right to add or remove entities from this list based upon its own findings at its sole discretion.

Statutory/Other Authority: ORS 462.270(3), ORS 462.725

Statutes/Other Implemented: ORS 462.270(3), ORS 462.725