

PSEG LONG ISLAND

COMMERCIAL EFFICIENCY PROGRAM

PROGRAM ANNOUNCEMENT

Document #: CEP 2025-06
Announcement Date: December 29, 2025

RE: 2026 Commercial Program Updates

PSEG Long Island is happy to announce the 2026 Commercial Efficiency Program (CEP). Below please find the list of applications effective December 29, 2025. We will continue to accept 2025 applications (for “strategic” measures only through Friday, January 9, 2026, at 5:00 PM. After this date we will not accept any 2025 applications.

2026 Commercial Program Disadvantaged Community Rebates:

- PSEG Long Island will continue to support Commercial customers located in a Disadvantaged Community (“DAC”) – For all 2026 Applications submitted on or after December 29, 2025:
 - All customers located in a “DAC” may be eligible for up to 25% increased rebates
 - *Technical Assistance is not included*
 - A “Located in a Disadvantaged Community” Dropdown will be a selectable field on the Customer Information tab for all Commercial Workbooks
 - If “Yes” is selected, all rebates will be increased by up to 25% directly in the workbook
 - Please note, all existing project caps still apply
 - Final “DAC” determination will be made by PSEG Long Island

Located in a Disadvantaged Community*?

Select...

*“DAC” may be eligible for up to 25% increased rebates

<https://www.nyserda.ny.gov/nv/Disadvantaged-Communities>

2026 Commercial Efficiency Program Applications:

- Refer to the below table for all available measures in the 2026 Commercial Efficiency Program:

2026 PSEG Long Island Commercial Efficiency Program - Strategic Measures			
Effective Date	Program	Measure Type*	Equipment Application
12/29/2025	Custom Heat Pumps	Heat Pumps (ccASHPs, GSHP, VRFs, PTHP)	2026 Custom Heat Pump Application Version 1.0
	Custom	Advanced Building Controls Chillers/Heat Pump Chillers Water Heating Other - Please contact a PSEG Long Island Representative	2026 Custom Performance Rebate Application Version 1.0
	Multi-Family	In-Unit Heat Pumps, Common Area Heat Pumps, In-Unit ENERGY STAR Heat Pump Water Heater	2026 Multi-Family Rebate Application Version 1.0
	Commercial Weatherization	Duct Sealing, Air Sealing, Insulation, Pipe Insulation, Air Curtains	2026 Commercial Weatherization Application Version 1.0
	Refrigeration	Anti-Sweat Heater Controls, Electronically Commutated Motors, Zero Energy Doors, Case Door Retrofits, Walk-In Automatic Door Closer	2026 Refrigeration Application Version 1.0
	Standard	Compressed Air, Battery Operated Fork Lift, Kitchen Demand Control Ventilation, High-Volume Low Speed Fans, Energy Recovery Ventilator, Heat Recovery Ventilator	2026 Standard Application Version 1.0
	Water Heating & Conservation	ENERGY STAR Heat Pump Water Heater, Pipe Insulation	2026 Water Heating and Conservation Application Version 1.0
	Technical Assistance	LEED, Engineering Study, ENERGY STAR Benchmarking	2026 Technical Assistance Applications Version 1.0

*Please note, all lighting applications, the HVAC application, and the Technical Assistance Whole Building application have all been retired

- Other changes to highlight in the 2026 Commercial Efficiency Program include:
 - 2026 Commercial Efficiency Program Customer Application
 - New! Editable PDF to collect Customer and Contractor information
 - Customer Signature required
 - Contains Guidelines, Required Documents, and Ts and Cs
 - All equipment applications continue to have a “Customer Information” tab
 - Inputs have been reduced, and additional customer signature is not required
 - The “2026 Commercial Efficiency Program Customer Application” editable PDF is required for all projects
 - Custom/Custom Heat Pump and Multi-Family Rebate Caps
 - Rebate Caps have been adjusted from \$1,000,000 to \$500,000
 - Custom Heat Pumps
 - Custom Heat Pumps are now a standalone application
 - All Commercial Heat Pumps must apply for rebates through the 2026 Custom Heat Pump Application Version 1.0
 - \$/Heating Ton Rebates
 - Rebates adjusted from \$/MMBTU to \$/Heating Ton

Custom Space Heating Measures						
Project Type	Decommissioned Fossil Fuel System Heat Pump Scenario			New Construction Heat Pump Scenario*		
Total Installed AHRI Rated Heating Capacity at 17F (Btuh)/12,000 Range	≤10 Tons	10< Tons ≤20	20+ Tons	≤10 Tons	10< Tons ≤20	20+ Tons
New York State Clean Heat Approved Heat Pump**	\$1500/Ton	\$1200/Ton	\$500/Ton	\$500/Ton	\$500/Ton	\$500/Ton
New York State Clean Heat Approved Geothermal Heat Pump**	\$3000/Ton	\$2400/Ton	\$2000/Ton	\$3000/Ton	\$2400/Ton	\$2000/Ton

*Includes Electric Resistance and Supplemental Heating Scenarios

- Multi-Family Common Area Heat Pumps
 - New! \$/Heating Ton Rebates
 - Rebates adjusted from \$/MMBTU to \$/Heating Ton

Common Area Space Heating Measures						
Project Type	Decommissioned Fossil Fuel System Heat Pump Scenario			New Construction Heat Pump Scenario*		
Total Installed AHRI Rated Heating Capacity at 17F (Btuh)/12,000 Range	≤10 Tons	10< Tons ≤20	20+ Tons	≤10 Tons	10< Tons ≤20	20+ Tons
Air Source Heat Pump**	\$1500/Ton	\$1200/Ton	\$500/Ton	\$500/Ton	\$500/Ton	\$500/Ton
Geothermal Heat Pump**	\$3000/Ton	\$2400/Ton	\$2000/Ton	\$3000/Ton	\$2400/Ton	\$2000/Ton

*Includes Electric Replacements and Supplemental Heating Scenarios

All applications will be available on the PSEG Long Island Website on or around December 29, 2025. Click [here](#).

Please note: Due to the “pause” in the All-Electric Building Law, PSEG Long Island will continue to offer rebates for New Construction Heat Pumps. Building permits will continue to be required.

The PSEG Long Island Energy Efficiency team holds Open House Events every Friday from 9AM to 10AM at the TRC office at 395 North Service Road, Suite 409, Melville, NY 11747 and on TEAMS ([Click here to join the meeting \[teams.microsoft.com\]](#)).

Questions or concerns with program updates should be directed to the Commercial Efficiency Program Mailbox CEPLI@psegliny.com, or to the PSEG Long Island Infoline (800-692-2626).