

---

# PSEG LONG ISLAND

## COMMERCIAL EFFICIENCY PROGRAM

### PROGRAM ANNOUNCEMENT

Document #: CEP 2025-02  
Announcement Date: June 16, 2025

#### RE: 2025 Commercial Program Quarter 3 Updates

PSEG Long Island is happy to announce the 2025 Commercial Efficiency Program (CEP) Quarter 3 updates. Below please find the list of applications that were updated for the 3<sup>rd</sup> quarter and are effective June 16, 2025:

#### 2025 Commercial Efficiency Program Applications:

- **2025 Standard Application Version 2.0**
  - VFD Rebate Adjustments
    - VFDs rated 20 horsepower or less → \$200/hp
    - VFDs rated more than 20 horsepower → \$100/hp
    - Existing rebate caps and up to 25% DAC increased rebates still apply
    - **NEW!** Single page application for VFDs is attached to this announcement; this can be used in place of traditional Excel application
      - Motors with Integrated Controls are allowable under VFDs
- **2025 Water Heater & Conservation Application Version 2.0**
  - Heat Pump Water Heater Eligibility Adjustments
    - All sites that require more than 1 water heater should go through the PSEG Long Island Custom program
    - Building sites that require 1 water heater only may apply
    - All Heat Pump Water Heaters must be ENERGY STAR<sup>®</sup> Listed
  - Heat Pump Water Heater Rebate Adjustments
    - All eligible ENERGY STAR listed Heat Pump Water Heaters → \$1,200/Unit
    - Existing rebate caps and up to 25% DAC increased rebates still apply
  - **NEW!** Single page application for Hot Water Heating is attached to this announcement; this can be used in place of traditional Excel application
- **2025 Multi-Family Rebate Application Version 2.0**
  - Rebate Cap Adjustments
    - Per Building Rebate Caps have been removed
    - Rebate caps are now per project → Total rebates for Multi-Family Projects will not exceed 70% of total in-unit, common area, and in-unit heat pump water heater total project costs or \$1,000,000 per project cap.
    - Up to 25% DAC increased rebates still apply
- **2025 Custom Performance Rebate Application Version 2.0**
  - Rebate Cap Adjustments
    - Custom Project Rebate Cap adjusted to \$1,000,000 for all Custom project types
      - 70% Project Cost Cap still applies
    - Per Building Rebate Caps have been removed for Heat Pumps
      - Per Project Rebate Cap now applies
      - 70% Project Cost Cap still applies
    - Up to 25% DAC increased rebates still apply

All applications will be available on the PSEG Long Island Website on or around June 16, 2025. Click [here](#).

***Please note – Last Call for Lighting and New Construction Heat Pumps:*** Effective January 1, 2025, Lighting Pre-approvals and Multi-Family New Construction Pre-Approvals were updated as a result of New York State’s New Efficiency New York (NE:NY) and All Electric Buildings Law. NE:NY updates are pending finalization and the All Electric Buildings Law has been finalized

It should be noted that, based on forthcoming changes to federal and statewide standards and codes, rebates for interior, exterior, and horticultural lighting will be discontinued at the close of the 2025 program year.

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 \[teams.microsoft.com\]](#) ). If you have any questions about the application updates, Partner Portal, or any other questions on your projects, please do attend.

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

**PSEG Long Island | Commercial Efficiency Program**  
395 North Service Rd, STE 409 | Melville, NY 11747  
[CEPLI@PSEG.com](mailto:CEPLI@PSEG.com) | [www.PSEGLINY.com](http://www.PSEGLINY.com)