

GLOSSARY¹

The following terms are frequently referred to in the RAP. Their definitions are as follows:

Involuntary Resettlement	Resettlement is involuntary where it occurs without the informed consent of the displaced person or, if they give their consent without having the power to refuse resettlement. Resettlement refers to the economic and/or physical displacement of people.
Project affected person (PAP)	Any person who as a result of the implementation of a project, loses the right to own, use, or otherwise benefit from a built structure, land (residential, agricultural, or pasture), annual or perennial crops and trees or any other fixed or moveable asset, either in full or in part, permanently or temporarily.
Vulnerable groups	People who by virtue of gender, ethnicity, age, physical or mental disability, economic disadvantage, or social status may be more adversely affected by resettlement than others and who may be limited in their ability to claim or take advantage of resettlement assistance and related development benefits. Vulnerable groups affected by the BTC pipeline are a specific focus of this RAP.
Full Replacement Cost	Under World Bank/IFC requirements, the rate of compensation for lost assets must be calculated at full replacement cost, that is, the market value of the assets plus transaction costs. With regard to land and structures, IFC defines replacement costs as follows:
Full Replacement Cost cont.	<ul style="list-style-type: none">• agricultural land: the market value of land of equal productive use or potential located in the vicinity of the affected land, plus cost of preparation levels similar to or better than those of the affected land, plus the cost of any registration or transfer taxes.• Household and public structures – the cost of purchasing or building a new structure with area and quality similar to better than those of the affected structure, or of repairing a partially affected structure, including labour and contractors' fees and any registration or transfer taxes.

In determining the replacement cost, depreciation of the asset and value of salvage materials are not taken into account, nor is the value of benefits to be derived from the project deducted from the valuation of an asset.

¹ Definitions are derived from: International Finance Corporation. 2002. Handbook for Preparing a Resettlement Action Plan. Washington, DC.