1	The transcription factor Roc1 is a regulator of cellulose degradation in the wood-
2	decaying mushroom Schizophyllum commune
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27 ABSTRACT

28 Wood-decaying fungi of the class Agaricomycetes (phylum Basidiomycota) are saprotrophs that break 29 down lignocellulose and play an important role in the nutrient recycling. They secrete a wide range of 30 extracellular plant cell wall degrading enzymes that break down cellulose, hemicellulose and lignin, the 31 main building blocks of plant biomass. Although the production of these enzymes is regulated mainly 32 at the transcriptional level, no activating regulators have been identified in any wood-decaying fungus 33 in the class Agaricomycetes. We studied the regulation of cellulase expression in the wood-decaying 34 fungus Schizophyllum commune. Comparative genomics and transcriptomics on two wild isolates 35 revealed a Zn_2Cys_6 -type transcription factor gene (*roc1*) that was highly up-regulated during growth on 36 cellulose, when compared to glucose. It is only conserved in the class Agaricomycetes. A roc1 knockout 37 strain showed an inability to grow on medium with cellulose as sole carbon source, and growth on 38 cellobiose and xylan (other components of wood) was inhibited. Growth on non-wood-related carbon 39 sources was not inhibited. Cellulase activity was reduced in the growth medium of the $\Delta roc1$ strain. 40 ChIP-Seg identified 1474 binding sites of the Roc1 transcription factor. Promoters of genes involved in 41 lignocellulose degradation were enriched with these binding sites, especially those of LPMO (lytic 42 polysaccharide monooxygenase) CAZymes, indicating that Roc1 directly regulates these genes. A GC-43 rich motif was identified as the binding site of Roc1, which was confirmed by a functional promoter 44 analysis. Together, Roc1 is a key regulator of cellulose degradation and the first identified in wood-45 decaying fungi in the phylum Basidiomycota.

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48 INTRODUCTION

49 Plants store a considerable amount of energy in lignocellulose, and for that reason wood has been used 50 as a fuel since prehistoric times. Wood is recalcitrant to decay by most organisms, but fungi have 51 evolved ways to degrade part of the lignocellulose into its monomeric constituents. Most wood decay 52 fungi belong to the phylum Basidiomycota, or, more specifically, the class Agaricomycetes. 53 Phylogenetically these are distantly related to the fungi in the phylum Ascomycota such as 54 Saccharomyces cerevisiae and Neurospora crassa. The last common ancestor of ascomycete and basidiomycete fungi is estimated to have lived over 600 million years ago¹. Although the Ascomycota 55 56 harbour potent lignocellulose-degrading fungi, the strongest wood-decaying fungi are found in the 57 Basidiomycota.

58 Lignocellulose consists of a wide range of components, including cellulose, hemicellulose, 59 pectin, and the aromatic polymer lignin. These polymers are found in the plant cell wall. Fungi can 60 generally easily absorb glucose and other monomers from the growth medium, but lignocellulose 61 requires extensive extracellular enzymatic degradation before the breakdown product can be 62 transported into the cells and metabolized. Wood-degrading fungi have evolved a broad range of 63 hydrolytic enzymes that break down the various components of lignocellulose, including cellulases, 64 hemicellulases, pectinases and oxidative enzymes. Collectively, these plant cell wall degrading 65 enzymes are known as carbohydrate-active enzymes (CAZymes) and are classified into families of Glycoside Hydrolases (GHs), Glycosyl Transferases (GTs), Polysaccharide Lyases (PLs), 66

67 Carbohydrate Esterases (CEs), and Auxiliary Activities (AAs)^{2,3}. A typical genome of a wood-degrading
 68 fungus encodes hundreds of CAZymes^{4–6}.

Basidiomycete wood decayers can be broadly divided into white rot fungi, which degrade all components of the plant cell wall, and brown rot fungi, which depolymerize cellulose, but leave lignin largely unmodified. However, fungi that show (genotypic and phenotypic) characteristics of both white rot and brown rot fungi have also been identified⁴. Neither white rot fungi nor brown rot fungi form monophyletic groups, and the brown rot lifestyle has evolved several times from white rot fungi^{1,4,7}.

74 Genes that encode CAZymes are generally strictly regulated at the transcriptional level, since 75 their production is energetically expensive and not always needed. The primary mechanism of 76 regulation is carbon catabolite repression (CCR). CCR represses the production of ligninolytic enzymes 77 in the presence of an easily metabolizable carbon source, such as glucose, and ensures that the 78 organism pursues the most energy-efficient mode of growth by ideal resource utilization. CCR is 79 regulated by a highly conserved zinc-finger transcription factor (*CreA/Cre1/Cre1*)^{8–10}, which functions 80 as a strong inhibitor of gene expression in the presence of simple sugars and has been described in several ascomycetes. The gene is conserved in basidiomycetes¹⁰ and it indeed plays the same role in 81 82 the mushroom-forming white rot Pleurotus ostreatus¹¹.

83 A wide range of transcription factors act downstream of CCR (i.e. in the absence of simple 84 sugars). Generally, these transcription factors activate gene expression of CAZymes involved in the 85 breakdown of specific polysaccharides. Examples include xInR, CLR-1, CLR-2 and ACE1. In Aspergillus¹² and Trichoderma¹³ the transcription factor xInR regulates (hemi)cellulose degrading 86 87 enzymes and it has an ortholog in almost all filamentous ascomycetes¹⁴. In *N. crassa* the transcription 88 factors CLR-1 and CLR-2 induce the expression of cellulolytic, but not the hemicellulolytic enzymes¹⁵. 89 In contrast to the aforementioned regulators, ACE1 is a repressor of cellulolytic and xylanolytic enzyme 90 production in *Trichoderma reesei*¹⁶. It is important to note that these regulators have only been identified 91 in ascomycete fungi, and that there are no orthologs in basidiomycete fungi¹⁰. To date, no regulators 92 have been identified in the wood-degrading basidiomycetes that positively regulate CAZymes. In 93 general, very little is known about the regulatory mechanisms involved in plant biomass degradation in 94 the basidiomycetes.

95 Schizophyllum commune is a model system for mushroom-forming fungi in the class 96 Agaricomycetes. Several molecular tools have been developed for this organism, including an efficient 97 gene deletion protocol^{17,18} and a ChIP-Seq protocol for Histone H3 to study the epigenetic landscape¹⁹. 98 S. commune has a wide geographical distribution and is generally found as white fruiting bodies growing on wood. Its mode of wood decay is atypical, since it is not easily classified as either white rot or brown 99 100 rot^{4,6,20}. S. commune lacks lignin-degrading peroxidases, limiting its ability to degrade lignin²¹. Still, S. 101 commune degrades all wood components, but leaves the middle lamella of the plant cell wall mostly intact²⁰. 102

Here, we describe the identification of a regulator of cellulase expression (Roc1) by comparative genomics and comparative transcriptomics. A deletion strain was unable to efficiently utilize cellulose as a carbon source, and growth was inhibited on other components of wood. Moreover, with ChIP-Seq we identified the binding sites of this transcription factor, which were enriched near

107 CAZymes involved in cellulose degradation. This is the first positive regulator of cellulase expression108 identified in basidiomycetes.

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112 MATERIALS AND METHODS

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114 Strains, media composition and culture conditions

115 The reference strains used in this study were *Schizophyllum commune* H4-8 (*mat*A43*mat*B41; FGSC 116 9210) and the compatible isogenic strain H4-8b (*mat*A41*mat*B43) ²¹. Strain $\Delta ku80$ was derived from 117 H4-8 and was used for gene deletion¹⁸. The dikaryotic strains *S. commune* Tattone and *S. commune* 118 Loenen were collected in Tattone (Corsica, France) and Loenen aan de Vecht (The Netherlands), 119 respectively. The monokaryotic strains *S. commune* TattoneD and *S. commune* LoenenD were 120 isolated from these strains by protoplasting. Protoplasting was performed using a *Trichoderma* 121 *harzianum* Horst lytic enzyme mix as described previously²².

122 The strains were grown at 30°C on a medium comprising (per L): 22 g glucose 123 monohydrate, 1.32 g (NH₄)₂SO₄, 0.5 g MgSO₄·7H₂O, 0.12 g thiamine, 1 g K₂HPO₄, 0.46 g KH₂PO₄, 5 124 mg FeCl₃·6H₂O, trace elements and with or without 1.5% agar²³. For cultures with other carbon 125 sources, glucose was replaced with 1% (w/v) Avicel (cellulose), 1% (w/v) glucose + 1% (w/v) Avicel, 1% (w/v) cellobiose, 1% (w/v) xylan from corncob, 1% (w/v) pectin from apple, 1% (w/v) starch from 126 127 potato, 2.2% (w/v) xylose, 2.2% (w/v) maltose monohydrate. To improve the visualization of the 128 fungal colonies growing on Avicel, the media was supplemented with 20 µg µl-1 Remazol Brilliant Blue 129 R. Liquid cultures were grown in Erlenmeyer flasks at 30°C with shaking at 200 rpm.

For selection on nourseothricin (Bio-Connect, Netherlands), phleomycin (Bio-Connect,
 Netherlands) or hygromycin (Bio-Connect, Netherlands), the media was supplemented with 15 µg
 ml⁻¹, 25 µg ml⁻¹ and 20 µg ml⁻¹ antibiotic, respectively.

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134 Genome sequencing and assembly

To perform genome improvement on assembly version Schco1 of S. commune H4-8²¹, the whole 135 136 genome shotgun assembly was broken down into scaffolds and each scaffold piece was reassembled with phrap and subsequently improved using our Phred/Phrap/Consed pipeline^{24,25}. Initially all low-137 138 quality regions and gaps were targeted with computationally selected Sanger sequencing reactions 139 completed with 4:1 BigDye terminator: dGTP chemistry (Applied Biosystems). These automated rounds 140 included walking on 3 kb and 8 kb plasmid subclones and fosmid clones using custom primers (400, 141 3498 and 1183 primers were selected respectively). Following completion of the automated rounds, a 142 trained finisher manually inspected each assembly. Further reactions were then manually selected to 143 improve the genome. Remaining gaps and hairpin structures were resolved by generating small insert 144 shatter libraries of 8 kb-spanning clones. Smaller repeats in the sequence were resolved by transposon-145 hopping and sequencing 8 kb plasmid clones. 136 fosmid clones were shotgun sequenced and finished

to fill large gaps and resolve larger repeats. All these sequencing reactions were generated usingSanger long-read technology.

The genomes of *S. commune* TattoneD and LoenenD were sequenced using 270 bp insert standard fragment Illumina libraries in 2x150 format. The resulting reads were filtered for artifact and process contamination and were subsequently assembled with Velvet²⁶. The resulting assembly was used to create *in silico* long mate-pair library with insert 3000 +/- 300 bp, which was then assembled together with the original Illumina library with AllPathsLG release version R42328²⁷.

153

154 Gene prediction and functional annotation

155 The genomes were annotated using the JGI Annotation Pipeline^{28,29}, which combines several gene prediction and annotation methods, and integrates the annotated genome into the web-based fungal 156 157 resource MycoCosm²⁹. Before gene prediction, repetitive sequences in the assemblies were masked using RepeatMasker³⁰, RepBase library³¹, and the most frequent (>150 times) repeats were recognized 158 159 by RepeatScout³². The following combination of gene predictors was run on the masked assembly: ab initio Fgenesh³³ and GeneMark³⁴; homology-based Fgenesh+³³ and Genewise³⁵ seeded by BLASTx 160 alignments against the NCBI NR database. RNA-Seq data (see below) was used during gene prediction 161 162 for strains H4-8 and TattoneD, but not for LoenenD. In addition to protein-coding genes, tRNAs were 163 predicted using tRNAscan-SE³⁶.

164 The predicted proteins of the three assemblies were functionally annotated. PFAM version 32 was used to predict conserved protein domains³⁷ and these were subsequently mapped to their 165 corresponding gene ontology (GO) terms^{38,39}. Secretion signals were predicted with Signalp 4.1⁴⁰ and 166 167 transmembrane domains were predicted with TMHMM 2.0c⁴¹. Proteins were considered small secreted 168 proteins when they had a secretion signal, but no transmembrane domain (except in the first 40 amino 169 acids) and were shorter than 300 amino acids. Transcription factors were identified based on the 170 presence of a PFAM domain with DNA binding properties⁴². Proteases were predicted based on the 171 MEROPS database⁴³ using a BlastP E-value cutoff of 1e-5. A pipeline based on the SMURF method⁴⁴ 172 was used to predict genes and gene clusters involved in secondary metabolism. SMURF parameter d 173 (maximum intergenic distance in base pairs) was set at 3000 bp. SMURF parameter y (the maximum 174 number of non-secondary metabolism genes upstream or downstream of the backbone gene) was set 175 at 6. CAZymes were annotated with the standalone version of the dbCAN pipeline using HMMdb version 9⁴⁵. 176

177 The assemblies of strains TattoneD and LoenenD were aligned to the assembly of H4-8 using 178 PROmer version 3, which is part of the MUMmer package⁴⁶. The setting "mum" was used. Next, a 179 sliding window approach (1 kbp window with 100 bp step size) was taken to determine the percentage 180 of identity across the assemblies of the strains.

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182 Comparative transcriptomics during growth on various carbon sources

183 Cultures of strain H4-8 and TattoneD were pre-grown on a Whatman Cyclopore[™] polycarbonate (PC) 184 membrane on top of minimal medium containing glucose at 30°C in the dark. After 3 days, the PC 185 membranes containing the cultures were carefully transferred to fresh plates containing solid minimal 186 medium with either glucose, cellulose (avicel) or birchwood (ground to a particle size of 1 to 3 mm) as 187 sole carbon source. After 3 days, the cultures were harvested, lyophilized, powdered in liquid nitrogen, 188 and RNA was extracted using the Zymo Direct-zol RNA MiniPrep kit. The quality of the RNA was 189 assessed with an Agilent 2100 Bioanalyzer. All conditions were analyzed with biological triplicates.

190 Illumina libraries were generated for RNA-Seq and subsequently sequenced on the Illumina 191 HiSeq-2000 platform in 1x50 bp mode. The exceptions to this were the three glucose replicates from 192 strain H4-8, since these were sequenced in 2x100 bp mode. To avoid any biases during mapping and 193 counting between these samples and the others, only the first 50 bp from the left read pair were 194 extracted from these samples using BBduk (part of the BBMap suite ⁴⁷) and used in the subsequent 195 transcriptome analysis.

196 The sequence reads were aligned to their respective genome assemblies, S. commune H4-8 197 (version Schco3) or S. commune TattoneD (version Schco_TatD_1), using the aligner Hisat version 198 2.1.0⁴⁸. Default settings were used, with these exceptions: --min-intronlen 20 --max-intronlen 1000. 199 Expression values were calculated as RPKM values (Reads per Kilobase model per Million mapped 200 reads) using Cuffdiff version 2.2.1, which is part of the Cufflinks package⁴⁹. The bias correction method was used while running Cuffdiff⁵⁰. In addition to the cutoff used by Cuffdiff to identify differentially 201 202 expressed genes, we applied an additional filter of at least a 4-fold change in expression value, as well 203 as at least one condition with an expression value of at least 10 RPKM. Over-representation and under-204 representation of functional annotation terms in sets of differentially expressed genes were calculated 205 using the Fisher Exact test. The Benjamini-Hochberg correction was used to correct for multiple testing 206 and as a cutoff for significance we used a corrected *p*-value of 0.05.

To compare gene expression, we first identified orthologs between the two strains. Here, proteins are considered orthologs if they show strong homology (having a best bidirectional hit in a blastP analysis applying an E-value cutoff of 1e-10) and if they display syntenic gene order conservation (at least 1 of 4 neighbors should be shared between the strains).

The gene expression profiles were visualized with a heat map generated by the seaborn package for python (https://seaborn.pydata.org). The genes were clustered using the euclidean distance and average linkage methods. The values were scaled for each gene with a z-transformation, resulting in a z-score.

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216 Conservation of Roc1 in the fungal kingdom

217 The genome sequences and predicted genes/proteins of 140 previously published fungi were obtained 218 from the publications listed in Table S1. Curating these previously published gene predictions was 219 beyond the scope of this study. Conserved protein domains were identified using PFAM version 32³⁷. 220 Roc1 is classified as a putative transcription factor based on the presence of a Zn₂Cys₆ DNA binding 221 domain as well as a fungal specific transcription factor domain (Pfam domains PF00172 and PF04082, 222 respectively). We took a multi-step approach to more accurately identify putative Roc1 orthologs. First, 223 we identified transcription factors of the same broad family by selecting proteins with one Pfam domain 224 PF00172 and one Pfam domain PF04082. Next, the sequences of these domains were concatenated 225 and used to reconstruct an initial gene tree of fungal-specific transcription factors. The sequences were

226 aligned with MAFFT 7.310 using auto settings⁵¹. FastTree 2.1 with default settings was used to calculate 227 the gene tree⁵². Manual inspection of the tree revealed a group of proteins from basidiomycetes and 228 ascomycetes that clustered with Roc1, and these were labeled as candidate orthologs. Next, the full 229 proteins of these candidate orthologs were aligned (instead of only the Pfam domains) with MAFFT and 230 FastTree (as described above). Manual inspection of both the tree and the alignments revealed that in 231 the Agaricomycetes the conserved sequence extended along the entire protein, while in the other 232 basidiomycetes as well as the other phyla conservation was largely restricted to the Pfam domains. For 233 this reason, we constructed a custom HMM model using the full protein alignments of only the Roc1 234 candidates of the Agaricomycetes. This HMM model was made using HMMER version 3.3.2 235 (hmmer.org) with default settings. The predicted proteins in the genomes of all 140 fungi were scanned 236 with the HMM, using hmmsearch (part of the HMMER package) with a score cutoff of 500. A new gene 237 tree was calculated as described above, containing the proteins in the previously mentioned tree, as 238 well as any proteins that were additionally identified with the HMM approach. Proteins with this 239 conserved Roc1 HMM domain, Pfam domain PF00172 and Pfam domain PF04082 were considered 240 Roc1 orthologs, while the other candidates were considered distant homologs.

A phylogenetic tree of the 140 species (species tree) was reconstructed using 25 highly conserved proteins identified with BUSCO v2 (dataset 'fungi_odb9')⁵³. Sequences were aligned with MAFFT 7.307⁵¹ and well-aligned regions were subsequently identified using Gblocks 0.91b⁵⁴ resulting in 17196 amino acid positions. FastTree 2.1 was used for phylogenetic tree reconstruction using default settings⁵². The phylogenetic species tree was rooted on 'early-diverging fungi' (i.e. non-Dikarya). Python toolkit ete3⁵⁵ was used to visualize the gene tree and species trees.

247

248 Deletion of gene roc1 in strain H4-8

249 Gene roc1 (proteinID 2615561 in version Schco3 of the genome of S. commune) was deleted using our 250 previously published protocol¹⁷, which uses pre-assembled Cas9-sgRNA ribonucleoproteins and a 251 repair template to replace the target gene with a selectable marker. The repair template was a plasmid comprising a pUC19 backbone, 1068 bp up-flank of roc1, a 1326 bp nourseothricin resistance cassette, 252 253 1062 bp down-flank of roc1, and a phleomycin resistance cassette. The nourseothricin resistance 254 cassette was cut from plasmid pPV010 using the restriction enzyme EcoRI. The 4112 bp pUC19 255 backbone and phleomycin resistance cassette were cut from plasmid pRO402 using the restriction 256 enzyme HindIII. The up-flank and down-flank were amplified from genomic DNA of strain H4-8 using 257 primer pairs Roc1UpFw / Roc1UpRev and Roc1DownFw / Roc1DownRev, respectively (Table S2). The 258 5' overhangs of these primers were chosen to facilitate Gibson assembly of the four fragments into a 259 single plasmid (NEBuilder HiFi DNA Assembly Master Mix; New England Biolabs). The resulting 260 plasmid pRO405 was verified by restriction analysis and Sanger sequencing.

The sgRNAs were designed on regions downstream and upstream of the up-flank and downflank of *roc1*, respectively, and one sgRNA was selected for each region as previously described¹⁷. They were synthesized *in vitro* using the GeneArt Precision sgRNA Synthesis Kit (ThermoFisher Scientific) using *roc1*-specific primers Roc1LeftsgRNAp1 / Roc1LeftsgRNAp2 and Roc1RightsgRNAp1 / Roc1RightsgRNAp2 (Table S2).

266 Protoplasts of strain $\Delta ku80$ were transformed with the pre-assembled ribonucleoproteins and the repair template, as previously described¹⁷. A first selection was done on minimal medium with 267 268 15 μ g ml⁻¹ nourseothricin. The resistant transformants were transferred to a second selection plate with nourseothricin and subsequently screened on minimal medium with 25 µg ml⁻¹ phleomycin. 269 270 Nourseothricin-resistant transformants that are phleomycin-sensitive are candidates for roc1 deletion 271 strains, whereas those that are phleomycin-resistant are likely the result of an ectopic integration of the 272 plasmid and therefore undesirable. Six transformants were nourseothricin-resistant, of which four were 273 phleomycin-sensitive. The latter were candidates to have the gene deletion and a confirmation PCR 274 was carried out with primers Roc1-Chk-A and Roc1-Chk-D (Table S2) that amplify the integration locus 275 (resulting in a 5007 bp product in the case of the wild type situation, or a 3532 bp product in the case 276 of a correct gene deletion). One of these $\Delta roc1\Delta ku80$ strains was selected and crossed with the 277 compatible wild type H4-8b in order to eliminate the $\Delta ku80$ background. Meiotic basidiospores were 278 collected and the offspring was grown on minimal medium with nourseothricin and 48 out of 72 were 279 resistant. A second selection was done with the 48 nourseothricin-resistant strains on minimal medium 280 with 20 µg ml⁻¹ hygromycin and 23 individuals out of 48 were hygromycin-sensitive, indicating that these 281 do not have the $\Delta ku80$ background. A nourseothricin-resistant and hydromycin-sensitive strain with the 282 same mating type as H4-8 was selected.

283

284 Complementation of the *\(\Delta\)roc1* deletion

The roc1 deletion strain was complemented with a plasmid expressing a C-terminally haemagglutinin-285 286 tagged version of roc1. The promoter and coding sequence of roc1 were amplified with primers 287 Roc1ChipFw and Roc1ChipRev. Plasmid pPV009 (which contains a C-terminal triple HA tag as well as 288 a phleomycin resistance cassette) was linearized with HindIII. Gibson assembly was used to combine 289 the two fragments into the final complementation plasmid. The protoplasting of S. commune $\Delta roc1a$ 290 and the transformation with the complementation plasmid were carried out as previously described²². 291 A first selection was done on minimal medium with 25 µg ml⁻¹ phleomycin. Twenty-three transformants 292 were transferred to a second selection plate with phleomycin. Twenty-one of them showed growth and 293 they were initially screened on cellulose (Avicel) plates together with the wild type. Ten transformants had a similar growth when compared to the wild type. A second screening was done on minimal medium 294 295 and 7 transformants resembled the wild type phenotype. These were subjected to a PCR check with 296 primers Roc1ChipCheckFw and Roc1ChipCheckRev (Table S2). Four transformants showed the 297 desired 4330 bp fragment indicating they might be good candidates for $\Delta roc1$ complementation strains. 298 One of these strains was selected and named $\Delta roc1$:: roc1-HA. A western blot was done (see below) 299 and this strain showed a 78 kDa band when grown on cellulose, which was absent in the wild type. This 300 indicated that the Roc1 protein was correctly tagged with the HA-tag.

301

302 Cellulase activity assay

The *S. commune* strains were pre-cultured on a Poretics[™] Polycarbonate Track Etched (PCTE) Membrane (GVS, Italy) placed on top of glucose medium for 5 days at 30°C. The mycelia of five cultures for each strain were macerated in 100 ml minimal medium with either 1% cellulose (Avicel) or

5% glycerol (as indicated in the Results section) for 1 minute at low speed in a Waring Commercial 306 307 Blender. The macerate was evenly distributed to 250 ml Erlenmeyers (20 ml each) containing 80 ml 308 minimal medium with either 1% cellulose (Avicel) or 5% glycerol. Four Erlenmeyers for each strain were 309 placed in an Innova incubator shaker for 10 days at 30°C with shaking at 200 rpm. Samples of the 310 culture medium (1 mL) were collected after 6 days and centrifuged at 9400 g for 10 min. The supernatant 311 was then used for the total cellulase enzyme activity measurement using the filter paper activity (FPase) assay⁵⁶. Total cellulase activity was determined by an enzymatic reaction employing circles with a 312 313 diameter of 7.0 mm of Whatman No. 1 filter paper and 60 µl of supernatant. The reaction was incubated 314 at 50°C for 72 hours. Next, 120 µL of dinitrosalicylic acid (DNS) was added to the reaction, which was 315 then heated at 95°C for 5 minutes. Finally, 100 µl of each sample was transferred to the wells of a flatbottom plate and absorbance was read at 540 nm using a BioTek Synergy HTX Microplate Reader. 316 317 One enzyme unit (FPU) was defined as the amount of enzyme capable of liberating 1 µmol of reducing 318 sugar per minute (as determined by comparison to a glucose standard curve).

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320 Western blot analysis

321 A Western blot was performed to confirm that the Roc1 protein was correctly tagged with the 322 haemagglutinin tag. Nine-day old mycelia grown on a Polycarbonate Track Etched (PCTE) Membrane 323 (GVS, Italy) placed on top of 1% Avicel plates were harvested, snap-frozen in liquid nitrogen and ground 324 to a fine powder using a Qiagen Tissue Lyser II (Qiagen, Germany) at 25 Hz for 60 seconds. 120 mg of biomass per sample was boiled in 500 µl of 2x Laemmli sample buffer (4% SDS, 20% glycerol, 10% 325 326 B-mercaptoethanol, 0.004% bromophenol blue, 0.125M Tris pH 6.8) for 5 minutes, centrifuged for 10 327 minutes at 10000 g to precipitate cellular debris, and 20 µl of each sample was size separated on a 328 12% Mini-PROTEAN® TGX Stain-Free™ Precast Gel (Bio-Rad, CA, USA) at 200V for 40 minutes. 329 After electrophoresis the proteins were transferred to a polyvinylidene difluoride membrane 330 (ThermoFisher Scientific, MA, USA) according to the manufacturer's specification. The membrane was 331 blocked for 1 hour with 5% bovine serum albumin (Sigma-Aldrich, MO, USA) in phosphate buffered saline supplemented with Triton X-100 (PBS-T) (137 mM NaCl, 10 mM Na₂HPO4, 1.8 mM KH₂PO4, 332 333 2.7 mM KCl, 0.1% Triton X-100) and then incubated for one hour with 1:10000 diluted monoclonal 334 mouse anti-HA antibody (#26183, ThermoFisher Scientific, MA, USA) in PBS-T. After incubation, the 335 membrane was washed five times for 15 minutes with PBS-T. The membrane was incubated for one 336 hour with 1:10000 diluted horseradish peroxidase-coupled goat anti-mouse antibody (#62-6520, 337 ThermoFisher Scientific, MA, USA) in PBS-T and washed again five times for 15 minutes with PBS-T. 338 The antibody binding was imaged with Clarity Western ECL Substrate (Bio-Rad, CA, USA).

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340 ChIP-seq analysis

341 Protein-DNA interaction and binding sites of Roc1 were surveyed by chromatin immunoprecipitation

- 342 followed by next-generation sequencing (ChIP-Seq). The ChIP was performed with Pierce Anti-HA
- 343 Magnetic Beads (ThermoFisher Scientific, MA, USA) and was adapted from previous studies in human
- 344 cell lines and *Zymoseptoria tritici*^{57,58} and our recently developed method for ChIP-Seg on Histone H3
- 345 (H3K4me2) in S. commune¹⁹. Briefly, monokaryons of strains H4-8 or H4-8 $\Delta roc1$:: roc1-HA were

grown on medium with Avicel on Poretics™ Polycarbonate Track Etched (PCTE) Membrane (GVS, 346 347 Italy). After 9 days 10 colonies were collected per replicate and washed twice in Tris-buffered saline 348 (TBS) (50 mM Tris pH 7.5, 150 mM NaCl). The colonies were fixated by vacuum infiltration with 1% 349 formaldehyde in TBS for 10 minutes and the reaction was guenched by vacuum infiltration with 125 mM 350 glycine for 5 minutes. The samples were frozen in liquid nitrogen and homogenized in stainless steel 351 grinding jars in a TissueLyser II (Qiagen) for 2 minutes at 30 Hz. The resulting homogenized mycelium 352 was resuspended in 10 ml cell lysis buffer (20 mM Tris pH 8.0, 85 mM KCl, 0.5% IGEPAL CA-630 353 (Sigma, MO, USA), 1x cOmplete protease inhibitor cocktail (Roche, Switzerland) and incubated on ice 354 for 10 minutes. The samples were centrifuged at 2500 g for 5 minutes at 4°C and the pellet was 355 resuspended in 3 mL nuclei lysis buffer (10 mM Tris pH 7.5, 1% IGEPAL CA-630, 0.5% sodium deoxycholate, 0.1% SDS, 1x cOmplete protease inhibitor cocktail). The released chromatin was 356 357 fragmented on ice for 8 minutes with sonication, using a branson sonifier 450 (Emerson, MO, USA) with 358 a microtip at setting 4 with 35% output. To prevent sample degradation, the microtip was cooled for 1 359 minute every 2 minutes. Pure fragmented chromatin was obtained by collecting the supernatant after centrifugation at 15000 g for 10 minutes at 4°C. As input control, 300 µl of sheared chromatin was 360 361 stored at -80°C for subsequent DNA isolation (see below). The volume of the remaining sheared 362 chromatin was adjusted to 3 ml with ChIP dilution buffer (0.01% SDS, 1.1% Triton X-100, 1.2 mM EDTA, 363 16.7 mM Tris pH 8.0,167 mM NaCl, 1x cOmplete protease inhibitor cocktail). The chromatin was 364 immunoprecipitated for 16 hours with 50 µI Anti-HA magnetic beads that were equilibrated with ChIP 365 dilution buffer. After incubation, the beads were collected and subsequently washed in low salt washing 366 buffer (0.1% SDS, 1% Triton, 2 mM EDTA, 20 mM Tris pH 8.0, 150 mM NaCl), twice in high salt washing buffer (low salt washing buffer with 500 mM NaCl), twice in lithium chloride washing buffer (250 mM 367 368 LiCl, 1% IGEPAL CA-630, 1% sodium deoxycholate, 1 mM EDTA, 10 mM Tris pH 8.0) and twice in TE 369 buffer. During all washing steps the samples were incubated for 5 minutes. After addition of the second 370 lithium chloride washing buffer, the samples were transferred from 4°C to room temperature. The 371 chromatin was eluted from Anti-HA magnetic beads by incubating twice in 250 µl elution buffer (1% 372 SDS, 100 mM NaHCO₃) for 10 minutes. After ChIP, the input controls were adjusted to 500 µl with 373 water. Both samples and input controls were incubated with 50 µg RNAse A for 1 hour at 50°C and 374 decrosslinked overnight at 65°C with 75 µl reverse crosslinking buffer (250 mM Tris pH 6.5, 62.5 mM 375 EDTA, 1.25 M NaCI, 5 mg ml⁻¹ proteinase K (Thermofisher Scientific). DNA was isolated with phenol-376 chloroform extraction. Briefly, samples were mixed with 1 volume of phenol-chloroform (1:1), samples 377 were centrifuged at 15000 g for 5 minutes and the aqueous phase was collected. This step was 378 repeated 2 times. The extraction was repeated with 1 volume of chloroform, to remove residual phenol. 379 The DNA was coprecipitated with 20 mg glycogen (ThermoFisher, MA, USA) by the addition of 58 µL 380 3M NaAc pH 5.6 and 1160 µL ethanol and stored at -80°C for 2 hours. The DNA was collected by 381 centrifugation at 15000 g for 45 minutes at 4°C and washed with 1 mL 70% ethanol. Finally, DNA was 382 dissolved in 30 µL TE buffer. Next, the DNA was purified with the ChargeSwitch gDNA Plant Kit 383 (Thermofisher Scientific, MA, USA) according to manufacturer's specifications and eluted in 50 µl 384 ChargeSwith Elution Buffer. The DNA samples were amplified and barcoded with the NEXTFLEX Rapid 385 DNA-Seq library kit (Bioo Scientific, TX, USA) according to manufacturer's specifications without size

selection. The DNA concentration was determined with the NEBNext Library Quant Kit for Illumina (New
England Biolabs, MA, USA) and pooled in equimolar ratios with unique barcodes for each sample. The
libraries were sequenced on an Illumina NextSeq 500 with paired-end mid output of 75 bp by the Utrecht
Sequencing Facility (USeq, www.useq.nl).

390 The paired-end reads of the controls and samples were aligned to the S. commune H4-8 391 reference genome (version Schco3²¹) with bowtie2 (version 2.3.4.1)⁵⁹. Reads with multiple 392 alignments and a quality score < 2 were removed with samtools (version 1.7)⁶⁰. Optical duplicates 393 were flagged with picard tools (http://broadinstitute.github.io/picard/) (version 2.21.6) and removed 394 with samtools. Peaks in both WT H4-8 and H4-8 Δroc1::roc1-HA were identified with macs2 (version 395 2.2.3)⁶¹. To filter out any non-specific binding, peaks identified in both the WT and $\Delta roc1$:: roc1-HA 396 strains were excluded from the analysis. Peaks that overlapped repetitive regions (including 397 transposons) were removed. The peaks were associated with a gene if they were within 1000 bp of 398 the predicted translation start site. The correlation between replicates was determined with the R 399 package DiffBind (version 2.12.0).

400

401 Motif discovery

402 STREME (which is part of the MEME Suite⁶²) was used to identify conserved motifs in the ChIP-Seq 403 peaks. STREME looks for ungapped motifs that are relatively enriched in a set of sequences compared 404 to negative control sequences. The 200 bp region around the center of the peak was analyzed for 405 enriched motifs, with 10000 regions of the same length from across the genome as negative sequence 406 set. The minimum motif length was set to 5 bp and the maximum motif length to 25 bp. The location of 407 these motifs in the ChIP-Seq peaks was determined with FIMO (which is part of the MEME Suite⁶²). 408 The GC content along the ChIP-Seg peaks was determined with a sliding 25 bp window (step size 5 409 bp) and averaging the GC content for that window in all ChIP-Seq peaks. To plot the location of the 410 conserved motifs, the peaks were first divided into bins of 20 bp. Next, the density of the motifs along 411 the ChIP-Seq peaks was determined for each bin by dividing the number of motifs in that bin (in all 412 ChIP-Seq peaks) by the total number of ChIP-Seq peaks.

413

414 Functional promoter analysis

415 Several lengths (approximately 100 bp, 200 bp, 300 bp and 700 bp) of the promoter (defined here as 416 the region located 5' of the predicted translation start site) of gene IpmA (proteinID 1190128) were 417 amplified from H4-8 genomic DNA with the primers GbGH61Pr700Fw (or the primer corresponding to the length) and GbGH61PrRev. The gene encoding the red fluorescent protein dTomato⁶³ was amplified 418 419 from plasmid pRO15164 with primers GbdTomatoFw and GbdTomatoRev. The primers used are listed 420 in Table S2. The plasmid backbone (which comprises a nourseothricin resistance cassette) was cut from vector PTUB750 SS3 HC iT3 Nour p2065 with restriction enzymes HindIII and BamHI. The 421 422 components of the construct were joined using the Gibson Assembly method (NEBuilder HiFi DNA 423 Assembly Master Mix, New England Biolabs, MA, USA), resulting in the *dTomato* gene under the control 424 of several lengths of the promoter of IpmA (plasmids pRO311, pRO312, pRO313 and pRO305, which 425 contain the promoter length of 100 bp, 200 bp, 300 bp and 700 bp, respectively). A motif in the 300 bp

426 promoter (in plasmid pRO313) was changed from CGGACCG to ATTAAAT by site directed 427 mutagenesis using Gibson Assembly (NEBuilder HiFi DNA Assembly Master Mix) and primers 428 GbGH61Pr300MutFw and GbGH61Pr300MutRv (Table S2), resulting in plasmid pPV049. Protoplasts 429 of strain H4-8b were transformed with these dTomato reporter constructs, as previously described²². 430 Nourseothricin-resistant transformants were selected for further analysis under the fluorescence 431 microscope.

432

433 Fluorescence microscopy and sample preparation

Mycelia were grown in triplicate for 72h at 30°C on a Poretics[™] Polycarbonate Track Etched (PCTE) 434 435 Membrane (GVS, Italy) placed on top of solid minimal medium. Microscopy samples were prepared by carefully scraping mycelium of the colony from the PCTE membrane with a scalpel and placing it on a 436 437 slide with a drop of water for adherence and a cover slip. The dTomato fluorescence was detected with 438 an Axioskop 2 plus microscope (Zeiss, Germany) equipped with a 100 Watt HBO mercury lamp and a 439 sCMEX-20 Microscope Camera (5440×3648 pixels) using the TRITC (Tetramethyl Rhodamine Iso-440 Thiocyanate) filter (excitation at 550 nm and emission at 573nm). The images were taken using 441 ImageFocus Alpha software (24-bit color depth).

- 442
- 443
- 444

445 **RESULTS**

446

447 Comparison of growth profile of three strains of *S. commune* on various carbon sources

448 The growth profile of Schizophyllum commune was determined on carbon sources associated with 449 wood (including cellulose, hemicellulose, and pectin) and other carbon sources (including glucose, 450 maltose and starch) (Figure 1). The reference strain H4-8 was compared to strains LoenenD and 451 TattoneD. The latter two are haploid (monokaryotic) strains that were obtained (by protoplasting) from the dikaryotic wild isolate strains collected in Loenen aan de Vecht (Netherlands) and Tattone (Corsica, 452 453 France). Strain LoenenD displayed reduced growth on maltose, starch, xylose, xylan and cellulose, but 454 improved growth on pectin and cellobiose compared to H4-8 (Figure 1). In contrast, the growth profile 455 of strain TattoneD was more similar to that of strain H4-8, with the notable exceptions of cellulose (TattoneD grew slower than H4-8) and pectin (TattoneD grew faster than H4-8). Together, there is 456 457 considerable phenotypic diversity between the various strains of S. commune.

458

459 Genome sequences of three strains of S. commune

460 The genome sequence and annotation of strain H4-8 were previously published²¹ and we here report

461 an updated version (Schco3). Moreover, we sequenced strains TattoneD and LoenenD and generated

462 draft assemblies and annotations (Table S3).

The original Sanger-sequenced assembly of strain H4-8 (version Schco1) was improved by extensive targeted gap-sequencing and manual reassembly. This reduced the number of scaffolds from 36 to 25, and considerably reduced the percentage of assembly gaps from 1.43% to 0.15%. 466 Furthermore, a new set of gene predictions was generated using the RNA-Seq data used for the comparative transcriptomics described below. This raised the gene count from 13181 to 16204. The 467 468 coding content of the assembly (i.e. the percentage of the assembly consisting of coding sequence) 469 increased from 45.81% to 52.89%, indicating that genes that were missed in the original annotation 470 were added to the new set. All statistics regarding the functional annotation of the predicted genes 471 improved in the new annotation, indicating that the new gene set is more complete (i.e. more predicted 472 genes were assigned a functional annotation) (Table S3). The BUSCO completeness score improved 473 to 99.13%, further showing that the new assembly and gene predictions are of high quality. This new 474 assembly and set of gene predictions will therefore be a valuable tool for functional analysis of this 475 important model system of mushroom-forming fungi.

Draft assemblies and gene predictions were generated for strains TattoneD and LoenenD. Although both are more fragmented than the assembly of reference strain H4-8, the corresponding sets of gene predictions are similarly complete, as determined by BUSCO (98.62% and 99.31%, respectively). Illumina-sequenced genomes are generally more fragmented than Sanger-sequenced genomes, especially regarding repeat-rich regions⁶⁶. This is reflected in the lower percentages of repetitive content for strains TattoneD and LoenenD, compared to H4-8. Importantly, the coding content of the assemblies are in a similar range, indicating that the set of gene predictions is reliable.

483 The three strains displayed a high degree of sequence diversity at the level of the genome 484 (Figure 2A and 2B). Large parts of the genome display less than 95 % similarity (over a 1 kb sliding 485 window). In some cases (e.g. scaffolds 12, 15 and 19) the (sub)telomeric regions of strain H4-8 are not 486 found in strains TattoneD or LoenenD. Despite this high degree of sequence diversity among the three 487 strains, the majority of genes are conserved between the strains (Figure S1). The set of predicted 488 carbohydrate-active enzymes (CAZymes) is remarkably similar between the strains (Figure 2C and 489 Table S4). Therefore, the difference in growth profile on the various carbon sources cannot be easily 490 explained by the CAZyme gene counts.

491

492 Comparative transcriptomics reveals conserved expression responses to lignocellulosic 493 carbon sources

We performed a comparative transcriptomics analysis to determine whether, despite the high level of phenotypic and sequence diversity, there is a conserved expression response to lignocellulosic carbon sources. Strains H4-8 and TattoneD were pre-grown on minimal medium with glucose as carbon source and after 3 days the colonies were transferred to medium containing either glucose, cellulose (Avicel), or wood. After 3 days of exposure to this carbon source the colonies were harvested, RNA was isolated, and RNA-Seq was performed (Table S5). The heat maps of the expression profiles are depicted in Figure S2.

501 Glucose does not require extracellular breakdown by CAZymes, in contrast to the polymeric 502 compounds cellulose and wood. Therefore, the most relevant differences in expression profiles were 503 expected between samples grown on glucose and either cellulose or wood. Indeed, 166 and 210 genes 504 of strains H4-8 and TattoneD were up-regulated when growth on cellulose when compared to glucose,

respectively. Similarly, 468 and 500 genes of these strains were up-regulated on wood, respectively(Figure S2).

507 Next, we performed a comparative transcriptomics analysis on the two strains on various 508 carbon sources, in an effort to identify conserved responses. Orthologs were identified between the two 509 strains and their regulation profile was compared (Figure 3). Again, we focused the analysis on 510 expression on cellulose when compared to glucose (Figure 3A) and on wood when compared to glucose (Figure 3B). Orthologs in the upper right corner of Figures 3A and 3B displayed a conserved expression 511 512 profile on the corresponding carbon sources and many of those are predicted CAZymes. The orthologs 513 annotated as CAZymes showed a more conserved response between the strains (Pearson correlation 514 of 0.88 and 0.88, on cellulose and wood, respectively) than for the full set of genes (Pearson correlation 515 of 0.54 and 0.66, on cellulose and wood, respectively). The expression profile of transcription factors 516 was less conserved between the strains than the CAZymes (Pearson correlation of 0.5 and 0.7, on 517 cellulose and wood, respectively). In fact, only one transcription factor displayed a conserved 518 expression profile in both strains on cellulose and wood.

519 Orthologs that are up-regulated on complex carbon sources in one strain, but not in the other 520 strain, (i.e., the dots above and to the right of the green square in Figures 3A and 3B) do not show a 521 conserved expression response. Therefore, those genes may explain part of the difference in 522 phenotype displayed by these strains on complex carbon sources. Furthermore, orthologs that are up-523 regulated in both strains during growth on cellulose or wood but that do not have a CAZyme annotation 524 (i.e., the black dots in the upper right corners of Figure 3A and 3B) may represent novel CAZymes, or 525 other genes involved in growth on complex carbon sources.

Next, we focused on the orthologs that displayed a conserved expression response (i.e., in both strains) to complex carbon sources when compared to growth on glucose (Figures 3C and 3D). Orthologs that were up-regulated on cellulose in both strains were largely a subset of the orthologs that were up-regulated on wood, and a considerable number of those were CAZymes (Figure 3C). This indicates that the expression program that is activated during growth on cellulose is also activated during growth on wood. However, on wood a large number of additional genes were also up-regulated and were likely involved in the degradation of the complex set of polymers present in this substrate.

Transcription factors, on the other hand, were not found to a large extent in the conserved changes in gene expression (Figure 3D). In fact, only one transcription factor was up-regulated on both cellulose and on wood (when compared to on glucose) in both strain H4-8 and TattoneD (protein ID Schco3|2615561 and Schco_TatD_1|232687; Figure 3A, 3B and 3D). In strain H4-8 the expression is up-regulated 13-fold and 18-fold on cellulose and wood, respectively, when compared to glucose (Table S5). We hypothesized that this transcription factor (from here on named Roc1 for 'regulator of cellulases') is involved in the regulation of gene expression during growth on lignocellulose.

540

541 Regulator Roc1 is only conserved in the class Agaricomycetes

Roc1 is classified as a putative transcription factor based on the presence of a Zn₂Cys₆ DNA binding
domain and a fungal-specific transcription factor domain (Pfam domains PF00172 and PF04082,

respectively). These domains are frequently found together and in most fungi this is the most common

family of transcription factors¹⁰ with many (distant and functionally unrelated) members across the fungal kingdom. Examples include GAL4 in *S. cerevisiae*⁶⁷ and XInR in *Aspergillus niger*⁶⁸. The reference genome of *S. commune* (strain H4-8) encodes 41 members of this transcription factor family.

The genomes of 140 fungi from across the fungal tree were analyzed for orthologs of Roc1 (Table S1). Since the fungal-specific Zn₂Cys₆ transcription factor family is large, numerous homologs of Roc1 are found in each genome. We distinguished between homologs and orthologs using a gene treebased approach, combined with the location of conserved domains (Figure S3). Roc1 orthologs were only found in members of the class Agaricomycetes in the phylum Basidiomycota (Figure S4). These orthologs clustered closely together in the gene tree (having short branch lengths) and were highly conserved across the length of the protein (Figure S3).

555

556 A Δroc1 strain is incapable of efficiently utilizing cellulose as a carbon source

557 A $\Delta roc1$ strain was generated in strain H4-8 using our recently published CRISPR/Cas9 genome editing 558 protocol¹⁷ by replacing 2759 bp (which includes the *roc1* coding sequence) with a nourseothricin 559 resistance cassette.

560 Growth of $\Delta roc1$ on cellulose (Avicel) was strongly reduced when compared to the reference 561 (Figure 1). Only a very thin mycelium was observed and no aerial hyphae were formed. Moreover, 562 growth on cellobiose and xylan was also reduced, although to a lesser extent than on cellulose. Both 563 these carbons sources are found in lignocellulose. In contrast, $\Delta roc1$ displays no phenotype when 564 grown on glucose, maltose, starch, pectin and xylose when compared to the reference H4-8.

The wild type phenotype was largely rescued when the $\Delta roc1$ strain was complemented with the *roc1* coding sequence under control of its own promoter (Figure 1), confirming that the phenotype was caused by the deletion of *roc1*. The coding sequence included a C-terminal haemagglutinin tag, allowing us to use the complementation strain for ChIP-Seq with a commercially available anti-HA antibody (see below).

570

571 Total cellulase enzyme activity in the growth medium is strongly reduced in $\Delta roc1$

572 We assessed whether the strongly reduced growth of the $\Delta roc1$ strain on cellulose coincided with 573 reduced cellulase enzyme activity in the growth medium. Biomass was pre-grown in liquid minimal 574 medium with glucose, washed and subsequently used to inoculate liquid shaking cultures containing 575 cellulose as carbon source. After 6 days, the cellulase activity in the growth medium was determined 576 (Figure 4). Compared to the reference strain H4-8, the $\Delta roc1$ strain had strongly reduced cellulase 577 activity in the growth medium. Moreover, this phenotype was rescued in the complemented $\Delta roc1$ strain. 578 The lack of growth of $\Delta roc1$ on cellulose (Figure 1) can be explained by the low cellulase activity in this 579 strain, since these cellulases are required to break down cellulose. Furthermore, it suggests that Roc1 580 regulates the expression of cellulose-degrading genes.

581

582 ChIP-Seq reveals binding sites of Roc1 in promoters of cellulases

583 Transcription factors may regulate the expression of genes in a direct (e.g., by binding to their 584 promoter) or indirect manner (e.g., by regulating other transcription factors that in turn directly

regulate these genes). A ChIP-Seq analysis was performed to identify the binding sites of Roc1 in the genome, allowing us to determine whether Roc1 directly binds the promoters of cellulase genes.

587 The Roc1 transcription factor was tagged with a haemagglutinin (HA) tag and expressed 588 in the deletion strain (resulting in strain $\Delta roc1$:: roc1-HA), allowing the ChIP-Seq to be performed 589 using commercially available antibodies against the HA-tag (Figure S5). Since this tagged version can 590 complement the phenotype of the roc1 deletion (Figures 1 and 4), it can be concluded that the HA-591 tag does not interfere with the function of Roc1.

592 The strains H4-8 and $\Delta roc1$:: roc1-HA were grown on medium containing cellulose, and 593 the chromatin immunoprecipitation (ChIP) procedure was performed to isolate the DNA to which 594 Roc1 binds. This DNA was subsequently purified and sequenced using Illumina technology. The 595 resulting sequence reads were aligned to the assembly of strain H4-8 and peaks were identified, 596 which may be considered binding sites of Roc1.

597 A total of 1474 binding sites of Roc1 were identified during growth on cellulose, which 598 were associated with 1125 unique genes (Table S6). CAZyme genes as a group were not enriched among those genes (p > 0.05), but, in contrast, specific CAZyme families were strongly enriched 599 600 (Table S7), as well as genes that were up-regulated on cellulose (Figure 5A). A notable family of 601 genes with binding sites of Roc1 are the lytic polysaccharide monooxygenases (LPMOs), also 602 annotated as CAZyme family AA9 (auxiliary activity 9). This family was previously shown to be 603 involved in cellulose degradation⁶⁹. Of the 22 LPMO genes encoded in the genome, 12 were 604 associated with a Roc1 binding site. Moreover, 10 of these 12 were up-regulated during growth on 605 cellulose when compared to growth on glucose. This indicates that Roc1 directly binds to the 606 promoters of these genes during growth on cellulose, activating their expression. The GH3 and GH5 607 CAZyme families were also over-represented among the genes with a Roc1 binding site (Table S7). 608 Both these glycoside hydrolase families comprise a diverse group of enzyme activities, several of 609 which are involved in (hemi)cellulose degradation. GH3 includes members with reported β-610 glucosidase (involved in cellulose degradation) and xylan $1,4-\beta$ -xylosidase (involved in hemicellulose degradation), while GH5 includes members with reported endo-β-1,4-glucanase 611 (involved in cellulose degradation)^{3,70}. Combined, these activities may explain why the $\Delta roc1$ strain 612 613 can no longer utilize cellulose as a carbon source and displays slower growth on hemicellulose.

614 Remarkably, gene roc1 itself is also associated with a Roc1 binding site (Table S6). This 615 indicates that Roc1 regulates its own expression, perhaps in a positive feedback loop. Moreover, 616 transcription factor genes in general are enriched among genes associated with a Roc1 binding site. 617 Of the 296 transcription factor genes encoded in the genome, 52 had a nearby Roc1 binding site (Table S7). Few of these 52 transcription factors have been described previously, with the exception 618 619 of C2h2 and Gat1, which play a role in various aspects of mushroom development⁷¹. It should be 620 noted that these two genes were not up-regulated on cellulose or wood, when compared to growth 621 on glucose.

622

623 Conserved GC-rich motif in the Roc1 ChIP-Seq peaks

The peaks identified in the ChIP-Seq analysis were analyzed to identify a conserved motif that 624 625 represents the binding site of Roc1. The GC content of the 500 bp sequence around the top of each 626 Roc1 peak was determined (Figure S6). There was a marked increase in GC content near the middle 627 of the peaks, which indicates that the Roc1 binding site is GC-rich. Based on the GC curve, we further 628 limited the search to 200 bp around the top of each Roc1 peak. The sequences were analyzed with 629 STREME, which attempts to find conserved motifs that are over-represented in the peak sequences, 630 compared to a representative negative set (i.e., other genomic sequences). This led to the identification 631 of a GC-rich motif (Figure 5B) that was present in 989 of the 1427 peaks and significantly enriched compared to the negative control sequences ($p = 2.8 \cdot 10^{-8}$ in a Fisher's exact test). Furthermore, this 632 633 motif was found most frequently in the center of the identified peak (Figure 5C), as would be expected 634 for the binding site.

635

636 Functional promoter analysis of a CAZyme of the AA9 family reveals the Roc1 binding site

637 Twelve of the 22 members of the lytic polysaccharide monooxygenase family (LPMOs; CAZyme family 638 AA9) were up-regulated during growth on both cellulose and wood when compared to glucose. 639 Moreover, Roc1 had direct binding sites in the promoters of 12 of the 22 LPMO genes, as determined 640 by ChIP-Seq. Ten of the 22 LPMO genes were both up-regulated on cellulose and had a Roc1 ChIP-641 Seg peak in their promoter, which shows that there is a strong correlation between these. One of these 642 genes, IpmA (protein ID 1190128), was strongly up-regulated on cellulose and wood, compared to 643 growth on glucose (246 and 206-fold, respectively; Table S5). The peak from the Roc1 ChIP-Seq was 644 located upstream of the translation start site (Figure 6A).

645 We performed a functional promoter analysis to further investigate the expression dynamics 646 and to locate the transcription factor binding sites. The promoter of *IpmA* was used to drive expression 647 of the red fluorescent reporter protein dTomato (Figure 6B). The 700 bp promoter (i.e., the 700 bp 648 upstream of the predicted translation start site) could drive expression of dTomato when growing on 649 cellulose, resulting in red fluorescent mycelium (strain *lpmA*_{prom700}-*dTomato;* Figures 6C). No 650 fluorescence was observed when grown on glucose or a combination of glucose and cellulose (Figure 651 S7). Next, we produced similar reporter constructs with promoter lengths of 300, 200 and 100 bp. The 652 promoter of 300 bp could still drive dTomato expression on cellulose, but, in contrast, the promoters of 653 200 bp and 100 bp could not (Figures 6B and 6C). This indicates that the region between 300 and 200 bp upstream of the translation start site contains an important regulatory element. This region 654 655 corresponds with the peak in the ChIP-Seg data and therefore a binding site of Roc1. Moreover, the 656 GC-rich conserved motif (Figure 5B) is located in this region (Figure 6A). This motif is also conserved 657 in the promoters of the *IpmA* orthologs TattoneD and LoenenD (data not shown). Removal of this GC-658 rich motif from the 300 bp promoter of IpmA by site-directed mutagenesis resulted in a strong decrease 659 in the ability of the promoter to drive dTomato expression (Figure 6C), since only weak fluorescence is 660 observed. This confirms that the motif is indeed the binding site of Roc1 and that this binding site is 661 required for correct promoter activity.

662

663 **DISCUSSION**

664 Fungal deconstruction of lignocellulose in the plant cell requires the complex orchestration of a broad set of enzymes, and the expression of these enzymes is generally tailored to the type of polymers 665 666 in the substrate by transcription factors. Several such transcriptional regulators have been identified 667 in the phylum Ascomycota, but to date not in the phylum Basidiomycota. These phyla diverged over 668 600 million years ago¹. Here, we identified the transcription factor Roc1 as a regulator of cellulase 669 expression in the wood-decaying mushroom Schizophyllum commune. A roc1 deletion strain cannot 670 efficiently utilize cellulose (and, to a lesser extent, hemicellulose) as a carbon source. Moreover, 671 ChIP-Seq revealed that Roc1 binds the promoters of various types of cellulase genes (including 672 several lytic polysaccharide monooxygenases) while growing on cellulose, indicating that Roc1 673 directly regulates those genes. Furthermore, Roc1 activates its own expression, likely in a positive 674 feedback loop.

675 S. commune is a highly polymorphic basidiomycete, both phenotypically and genetically. 676 Strains H4-8, TattoneD and LoenenD varied considerably in their growth profiles, and showed a high 677 variation in their genomes. This extraordinary genetic diversity was previously shown for other strains 678 of S. commune as well⁷². Despite the high level of sequence variation between the strains, the number 679 of CAZyme genes was remarkably similar. Therefore, it is challenging to link the phenotypical 680 differences in growth profiles to a signature in the genome. However, the comparative transcriptomics 681 approach allowed us to detect conserved responses in the expression profile, despite the high strain 682 diversity. Although there is considerable variation between how the strains change their expression 683 profile to the various carbon sources, the expression profile of CAZymes is more conserved. 684 Furthermore, although the response of transcription factors was generally less conserved than the 685 response of CAZymes, we identified a single transcription factor gene (roc1) that was consistently up-686 regulated under these conditions in both strains.

687 Cellulose, cellobiose, and xylan are major constituents of lignocellulose in wood. Cellulose is 688 a polysaccharide of β -1,4-linked glucose residues. Cellobiose is a dimer of β -1,4-linked glucose 689 residues and is an intermediate breakdown product of cellulose during enzymatic digestion. Xylan is a 690 group of hemicelluloses consisting of a backbone of β -1,4-linked xylose residues. The observation that 691 growth on these carbon sources is specifically affected, but not on other carbon sources, is a strong 692 indication that Roc1 regulates the process of lignocellulose degradation. Growth on pectin, another 693 constituent of lignocellulose in wood, is not negatively affected in $\Delta roc1$. This indicates that Roc1 is 694 likely not directly involved in pectinase expression.

695 It was previously shown that transcription factors involved in the regulation of 696 polysaccharide degradation are generally poorly conserved between ascomycetes and 697 basidiomycetes ¹⁰, and this is also the case for Roc1. Even within the basidiomycetes, Roc1 is only 698 conserved in the class Agaricomycetes. The majority of fungi in this class are wood-degrading⁵, 699 although it also includes mycorrhizal and plant pathogenic fungi (some of which have a partially 700 saprotrophic lifestyle). Inversely, wood-degrading fungi are predominantly found in the class 701 Agaricomycetes. This correlation between lifestyle (lignocellulose-degrading) and the presence of a 702 Roc1 ortholog suggests that the function of Roc1 may be conserved in other members of the 703 Agaricomycetes as well.

704 Regulators of cellulases were previously identified in the distantly related ascomycete N. 705 crassa ¹⁵. It is important to note that these transcription factors (CLR-1 and CLR-2) are not 706 orthologous to Roc1 of S. commune, nor are these two genes conserved in S. commune. 707 Remarkably, however, the binding motifs of CLR-1 and Roc1 show a large degree of similarity. The 708 binding motif of Roc1 (CCG-N-CGG) is part of the CLR-1 motif (CGG-N₅-CCG-N-CGG). It is tempting 709 to speculate that this is an example of convergent evolution, or that the binding motif predates either 710 Roc1 or CLR-1. In the latter case, one transcription factor could have taken over the role of the other 711 in an ancestor of ascomycetes and basidiomycetes. It should be noted, however, that binding motifs 712 of regulators of the Zn₂Cys₆ transcription factor family frequently contain a CCG triplet, as is also 713 the case for Gal4 of S. cerevisiae⁶⁷.

714 Orthologs of Roc1 in Agaricus bisporus (a litter-degrading, mushroom-forming fungus) and 715 Dichomitus squalens (a white rot, mushroom-forming fungus) display an expression profile that is very 716 similar to the profile in S. commune. In A. bisporus the ortholog of Roc1 is protein ID 224213 (version 717 Agabi varbis H97 2 of the genome annotation). Previously, whole-genome microarray expression 718 data was published during growth on (glucose-rich) defined medium as well as on compost⁷³. The 719 expression of roc1 was more than 10-fold higher when grown on compost (which contains large 720 amounts of complex lignocellulosic carbon sources) than when grown on glucose-rich medium. 721 Similarly, the ortholog of Roc1 in D. squalens is protein ID 920001 (version Dicsqu464 1 of the genome 722 annotation). Previously, whole-genome expression data was published during growth on cellulose 723 (avicel) and on cellulose in combination with glucose⁷⁴. Expression was considerably higher (more than 724 6-fold) when grown on cellulose alone, when compared to when grown on a combination of glucose 725 and cellulose. Although difficult to directly compare to our study, both these studies show that roc1 in 726 these fungi is down-regulated in glucose-rich medium, similar to the situation in S. commune.

727 Roc1 not only binds to promoters of cellulases, but also to promoters of several 728 transcription factors. This suggests that Roc1 not only regulates lignocellulose degradation, but that 729 it is also an important regulator of other downstream processes. While Roc1 ChIP-Seq revealed an 730 enrichment of binding sites near lignocellulolytic CAZymes, the majority of putative binding sites 731 were not in the promoter region of CAZymes or even genes up-regulated during growth on cellulose. 732 It is currently not known what the role of Roc1 is in the regulation of these binding sites. A similar 733 number of peaks has previously been reported for the Zn₂Cys₆ transcription factor PRO1 in Sordaria 734 macrospora⁷⁵, while fewer peaks were reported for other Zn₂Cys₆ transcription factors, including AfIR in Aspergillus flavus⁷⁶, CrzA in Aspergillus fumigatus⁷⁷ and FgHtf1 in Fusarium graminearum⁷⁸. 735 736 Since the consensus sequence of the binding motif is rather short, it seems likely that not every 737 occurrence of the motif results in a change of gene expression after binding by Roc1. Identifying 738 binding sites during growth on additional substrates, in combination with RNA-Seg, may reveal more 739 insights into the role of Roc1 in regulating lignocellulose degradation.

This is the first report of ChIP-Seq with a specific transcription factor in a mushroom-forming fungus. It is a crucial step to mapping the regulatory networks of transcription factors in this group of fungi, since direct interactions between transcription factors and promoters can now be revealed in vivo.

- This will also be useful for studying the direct targets of the transcription factors involved in mushroom
 development^{19,21,71,79} and other processes in this important group of fungi.
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747 DATA AVAILABILITY

748 All genome assemblies and annotations can be interactively accessed through the JGI fungal genome 749 MycoCosm²⁹ at http://mycocosm.jgi.doe.gov. The data are also deposited in portal 750 DDBJ/EMBL/GenBank under the following accessions numbers [submission in progress, will be 751 released upon publication] for S. commune H4-8 (version Schco3), [submission in progress, will be 752 released upon publication] for S. commune TattoneD (version Schoo TatD 1), and [submission in 753 progress, will be released upon publication] for S. commune LoenenD (version Schco_LoeD_1).

The RNA Sequencing reads have been deposited in the NCBI Short Read Archive under project IDs
SRP048482 (strain H4-8 on various carbon sources) and SRP053470 (strain TattoneD on various
carbon sources). The ChIP-Seq reads have been deposited in the NCBI Short Read Archive under
bioproject ID PRJNA726034.

758

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769

770 AUTHOR CONTRIBUTIONS

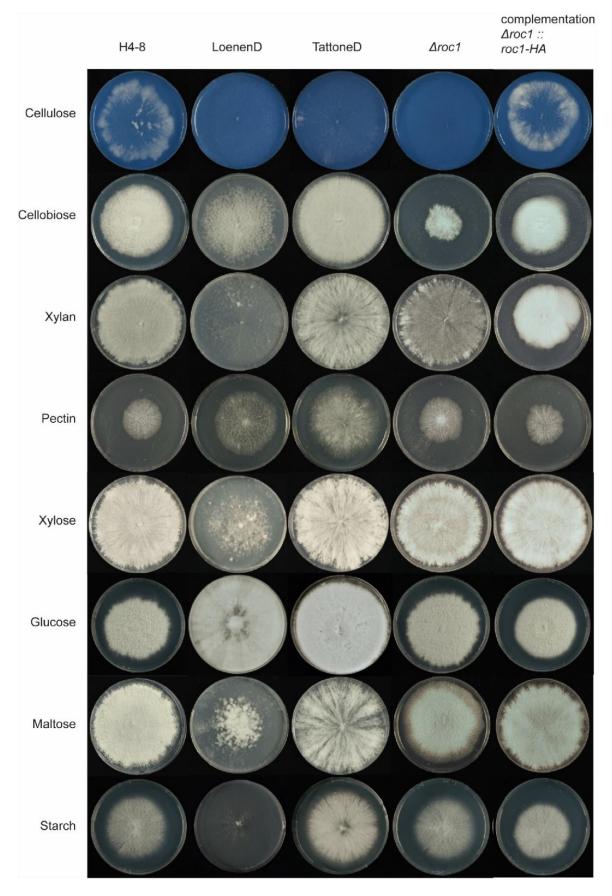
Performed experiments and analyzed the data: IMM, PJV, IDV, BB, AC, CD, HL, AL, HP, MBPS, MT,
AT, JS, JG, LGG, RAO. Supervision/coordination of experiments: KB, JG, LGG, IGC, HABW, IVG,
RAO. Wrote the manuscript: IMM, PJV, IDV, RAO. Provided funding: IGC, HABW, IVG, RAO.
Conceived the project: RAO. Read and approved the manuscript: all authors

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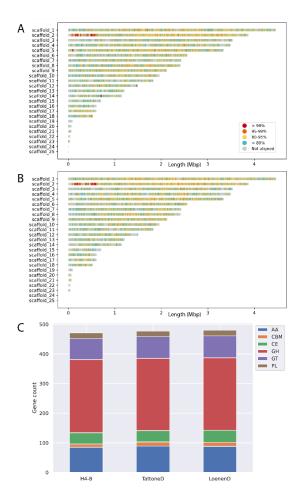
776 COMPETING INTERESTS

- 777 The authors report no competing interests.
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782 FIGURES



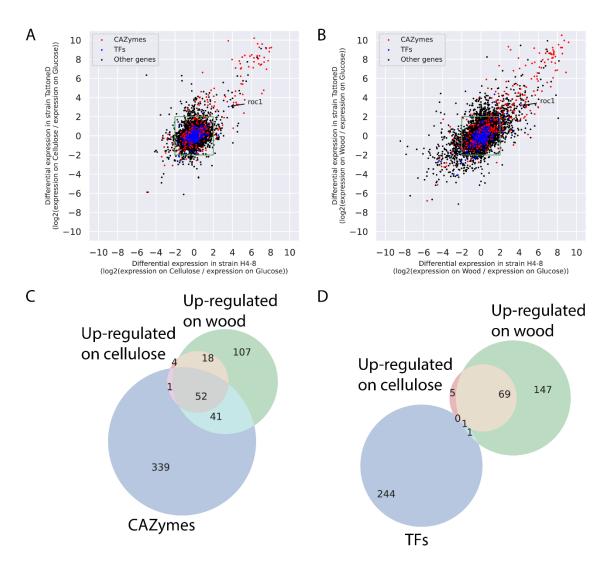
784 Figure 1: Growth phenotype of S. commune strains on various carbon sources. Reference strain H4-8 785 and wild isolate strains LoenenD and TattoneD displayed high phenotypic plasticity regarding growth 786 on these carbon sources. Strain LoenenD showed reduced growth on maltose, starch, xylose, xylan 787 and cellulose (Avicel), but improved growth on pectin and cellobiose compared to the reference strain 788 H4-8. In contrast, the growth profile of strain TattoneD was more similar to that of strain H4-8, with the 789 notable exceptions of cellulose (TattoneD grew slower than H4-8) and pectin (TattoneD grew faster 790 than H4-8). Deletion strain $\Delta roc1$ showed strongly reduced growth on cellulose and cellobiose, when 791 compared to its parent strain H4-8. This phenotype was rescued when the deletion was complemented. 792 All strains were grown from a point inoculum for 7 days (glucose) and 11 days (other carbon sources) 793 at 30°C. The cellulose medium was stained blue with Remazol Brilliant Blue R to enhance the visibility 794 of the white mycelium on the white cellulose medium (the dye did not affect growth; data not shown). 795



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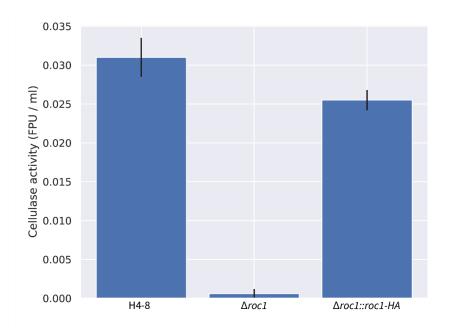
Figure 2. Conservation between the reference assembly of strain H4-8 and the assemblies of strains
(A) TattoneD and (B) LoenenD. Even though these are strains of the same species, their assemblies
display a high degree of variation. C. The number of predicted genes involved with plant cell wall
degradation is very similar between the strains. These CAZymes are classified in subfamilies. GH:
Glycoside Hydrolases; GT: Glycosyl Transferases; PL: Polysaccharide Lyases; CE: Carbohydrate
Esterases; AA: Auxiliary Activities; CBM: carbohydrate-binding modules

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806 Figure 3. Comparative transcriptomics in strains H4-8 and TattoneD. A. Expression of orthologs in the 807 two strains when grown on cellulose, compared to glucose. Orthologs in the green box are not differentially expressed in either strain. Orthologs in the top right quadrant are up-regulated on cellulose 808 809 in both strains, indicating that they show a conserved response. Many of these orthologs are CAZymes, 810 and only one ortholog is a transcription factor (roc1). In general, the response of CAZymes is more 811 conserved than that of other genes **B**. As in (A), but expression on wood when compared to glucose. 812 **C.** VENN diagram of orthologs that are annotated as a CAZyme, are up-regulated on cellulose in both 813 strains, or are up-regulated on wood in both strains (when compared to on glucose). Orthologs that are 814 up-regulated on cellulose in both strains are largely a subset of orthologs up-regulated on wood. Moreover, a considerable number of the up-regulated orthologs are annotated as CAZyme. D. As in 815 816 (C), but for orthologs annotated as transcription factors. Only one transcription factor (roc1) was up-817 regulated in both strains on both cellulose and wood. 818

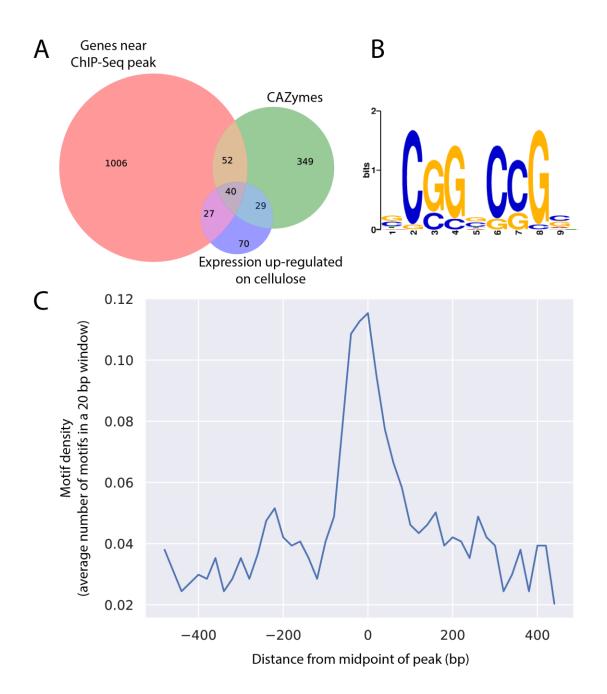


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Figure 4. Total cellulase activity of *S. commune* strains in cellulose liquid shaking cultures. There is almost no activity in the $\Delta roc1$ strain when compared to the reference H4-8. This phenotype is largely

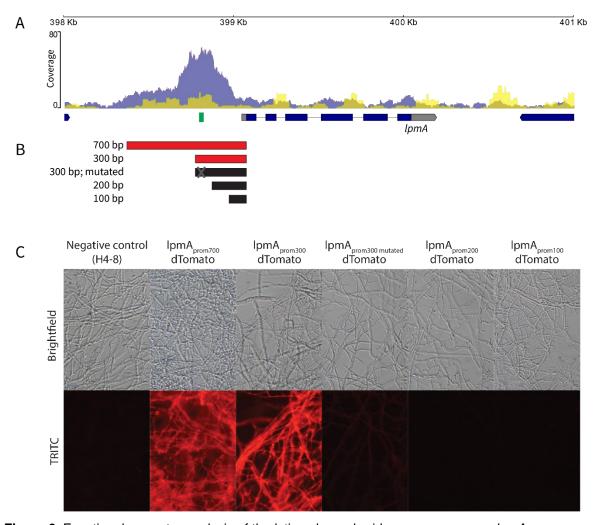
rescued upon complementation of the gene. All cultures were pre-grown on glucose medium to ensure

that sufficient biomass was present, transferred to cellulose medium, and grown for 6 additional days.



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Figure 5. A. Venn diagram depicting the overlap between the sets of genes that are associated with a Roc1 binding site, CAZymes, and genes that are up-regulated on cellulose (when compared to glucose). B. Conserved motif identified in the binding sites of Roc1. C. The binding site in (B) is enriched in the center of the ChIP-Seq peaks.

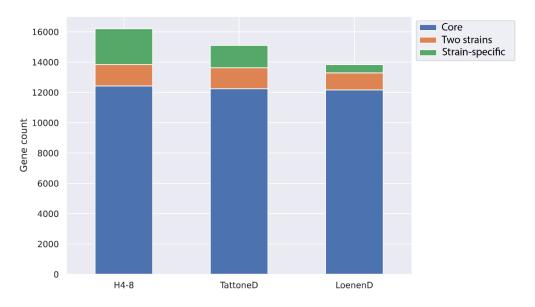


831 832 Figure 6. Functional promoter analysis of the lytic polysaccharide monooxygenase *IpmA* gene 833 (protein ID 1190128). A. ChIP-Seq read coverage curve in the locus of IpmA. The blue curve 834 represents the coverage of the Roc1 ChIP-Seq reads, while the yellow curve represents the negative control. There is a peak in the promoter region up-stream of the IpmA coding sequence. The location 835 of the conserved motif (representing the Roc1 binding site; Figure 5B) is indicated in green. B. Five 836 837 regions in the promoter of IpmA (5' of the coding sequence) were tested for their ability to drive expression and fluorescence of dTomato. Active promoter fragments are indicated in red, and inactive 838 839 promoter fragments in black. C. Reporter strains with the dTomato gene under control of the promoters in (B), grown on cellulose. The 700 and 300 bp promoters can drive dTomato expression 840 and fluorescence, but the 200 and 100 bp promoters cannot. The 300 bp promoter in which the Roc1 841 842 binding motif had been mutated was not able to drive dTomato expression and fluorescence to the same extent, since only weak fluorescence is observed. When grown on glucose, no fluorescence 843 was observed in any of these strains (Figure S7). 844 845

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848	SUPPLEMENTARY TABLES
849	
850	Table S1. The species used in this study and their Roc1 orthologs. The previously published genome
851	and genes were obtained from the indicated publications. The indicated phylogeny is based on the
852	NCBI taxonomy database ⁸⁰ .
853	
854	Table S2. Primer used in this study.
855	
856	Table S3. Statistics of the assemblies and gene predictions. For strain H4-8 an updated assembly and
857	annotation were generated (version Schco3). Strains TattoneD and LoenenD were newly sequenced
858	for this study.
859	
860	Table S4. Genes encoding carbohydrate-active enzymes (CAZymes) in the three strains of S.
861	commune.
862	
863	Table S5. Expression values of genes (in RPKM) of strains H4-8 (first tab in the Excel file) and TattoneD
864	(second tab) on medium containing either glucose, cellulose or wood as sole carbon source. Functional
865	annotations of the genes are given. For each comparison of two growth conditions, three columns are
866	given to describe the differential expression: the q-value (calculated by Cuffdiff), the log2 of the ratio of
867	expression values (after increasing those with 1 to avoid division by zero issues), and whether or not
868	the differential expression may be considered biologically relevant (indicated with 'yes' if the q-value is
869	lower than 0.05, and the fold-change is at least 4, and at least one of the two conditions in question has
870	an expression value of at least 10 RPKM).
871	
872	Table S6. Locations of the peaks identified in the ChIP-Seq analysis. These peaks can be regarded as
873	Roc1 binding sites. The genes associated with these peaks, as well as information about their
874	annotation and expression profile are indicated.
875	
876	Table S7. Enrichment of functional annotation terms among genes associated with a Roc1 binding site.
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878	

879 SUPPLEMENTARY FIGURES



880

Figure S1. The number of predicted genes per strain and their conservation. The conservation was determined with Orthofinder. Genes in an orthogroup that had members from all three strains were labeled as 'core', genes in orthogroups that had members from two strains were labeled as 'two strains', and the remaining genes were labeled as 'strain-specific'.

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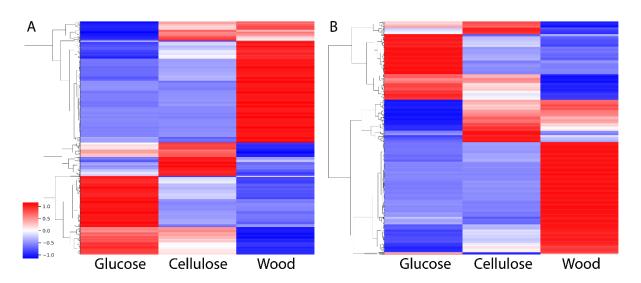
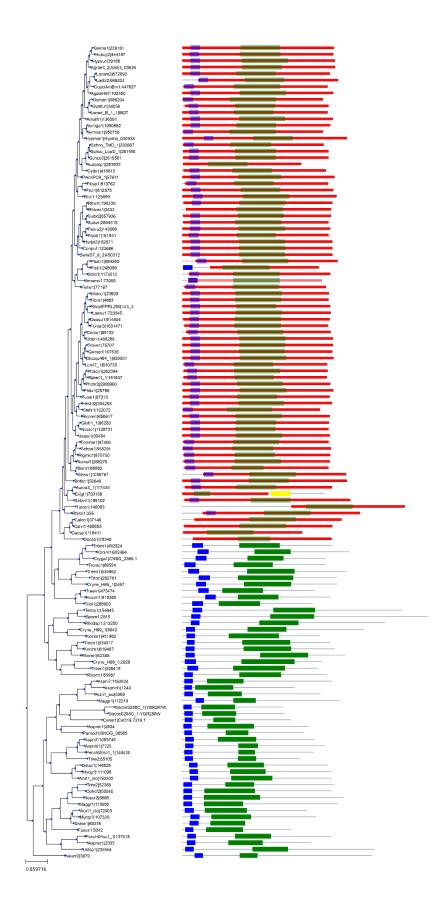
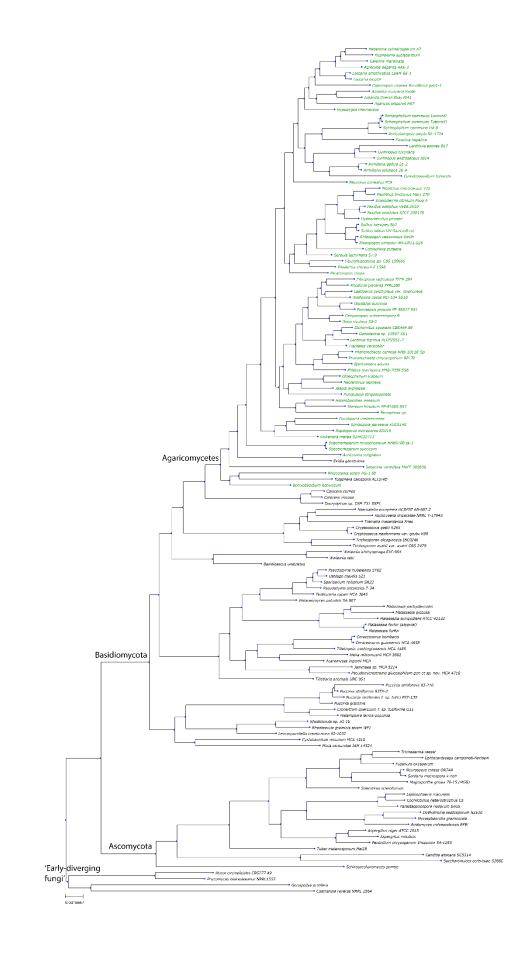


Figure S2. Heat map of gene expression during growth on either glucose, cellulose or wood as sole carbon source. Only genes that are differentially expressed between at least two conditions are depicted. The expression values were z-transformed, resulting in a z-score. All expression values are in Table S4. **A.** Strain H4-8. **B.** Strain TattoneD.





892 Figure S3. Gene tree of Roc1 orthologs and more distant homologs. The locations of the PFAM domains PF00172 (Zn₂Cys₆ binuclear cluster domain) and PF04082 (Fungal specific transcription factor 893 894 domain) are indicated in blue and green, respectively. The location of a conserved Roc1 HMM domain 895 is indicated in red. A protein is indicated as a Roc1 ortholog if the blue, green and red domains are 896 present, whereas other proteins in this tree are considered more distant homologs. Branch lengths 897 between the Roc1 orthologs are generally considerably shorter than the branch lengths between the 898 more distant homologs. Roc1 orthologs are only found in Agaricomycetes (Figure S4). The first part of 899 the protein IDs represents a species code (see Table S1 for the full species name). 900



902 Figure S4. Species tree of 140 fungal species. The species with a putative Roc1 ortholog are indicated

in green. Roc1 is only conserved in the Agaricomycetes. See Table S1 and Figure S3 for the proteinIDs of the Roc1 orthologs.

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- 907

Ladder MT on cellulose MT on cellulose MT on cellulose MT on glucose Ano cellulose MT on glucose Ano cellulose MT on glucose Ano cellulose

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Figure S5: Western Blot confirms the expression of the HA-tagged Roc1 protein. The wild type (i.e. reference strain H4-8) and $\Delta roc1::roc1-HA$ (i.e. the deletion strain complemented with the gene encoding the HA-tagged Roc1) were grown on cellulose or glucose. The predicted size of the HAtagged Roc1 protein is 78.9 kDa. A band of this size is visible in the complemented deletion strain when grown on cellulose, but not when grown on glucose (the height of the band is indicated with a red arrow). As expected, this band is not found in the wild type strain under either condition.

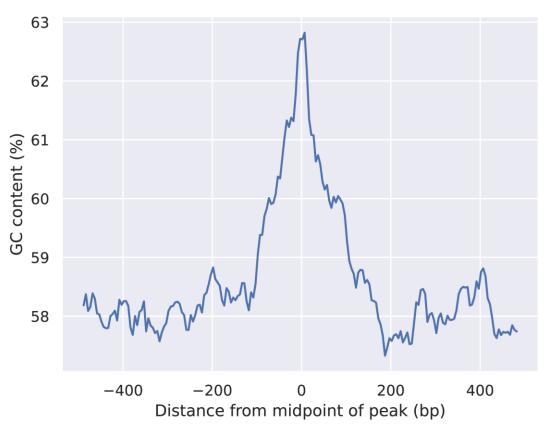
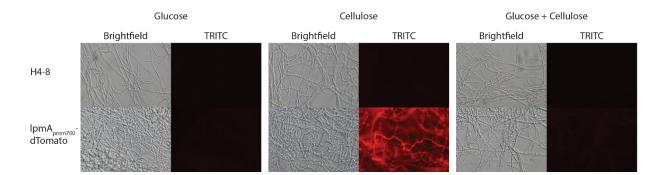


Figure S6. GC content along the length of the 1427 ChIP-Seq peaks. Around the midpoint of the peaks
there is an increase of the GC content, which indicates that the Roc1 binding motif is GC-rich.

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922 Figure S7. Fluorescence of dTomato driven by the 700 bp promoter of lpmA. When grown on glucose, 923 no fluorescence is observed. In contract, when grown on cellulose strong fluorescence is observed, in 924 concordance with the expression profile of lpmA. When grown on a mix of glucose and cellulose, no 925 fluorescence is observed, indicating the carbon catabolite repression overrules the induction by 926 cellulose. In the reference strain H4-8, no fluorescence is observed under any condition.

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