

1 A nuclear receptor facilitates differentiation of human PSCs into more
2 mature hepatocytes

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23

24 **Summary**

25 The capacity to generate functional hepatocytes from renewable human pluripotent stem cells (hPSCs)
26 could address limited supplies of primary human hepatocytes. However, hepatocytes differentiated from
27 hPSCs *in vitro* are functionally immature. To understand mechanisms regulating maturation of *in vitro*
28 derived hepatocytes, we developed a 3D spheroid differentiation system and compared gene regulatory
29 elements in uncultured human primary hepatocytes with those in hepatocytes that were differentiated in
30 2D or 3D conditions from human PSCs by RNA-seq, ATAC-seq, and H3K27Ac ChIP-seq. Three-
31 dimensional differentiation improved enhancer activity and expression of transcription factor *ONECUT1*,
32 but was insufficient to upregulate human-specific mature hepatocytes marker gene *CYP3A4* or super-
33 enhancer regulated transcription factor gene *NFIC*. Regulome comparisons showed reduced enrichment
34 of thyroid receptor *THRB* motifs in accessible chromatin and in active enhancers without reduced
35 transcription of *THRB*, suggesting the regulation at the level of *THRB* ligands in PSC-differentiated
36 hepatocytes. Addition of thyroid hormone T3 to the PSC-differentiated hepatocytes increased *CYP3A4*
37 expression. T3 increased binding of *THRB* to the *CYP3A4* proximal enhancer and restored the super-
38 enhancer status and gene expression of *NFIC* and reduced expression of *AFP*. The resultant hPSC-
39 hepatocytes showed gene expression, epigenetic status and super-enhancer landscape closer to primary
40 hepatocytes and activated regulatory regions including non-coding SNPs associated with liver-related
41 diseases. Transplanting the 3D PSC-hepatocytes into immunocompromised mice resulted in engraftment
42 of human hepatocytes in the mouse liver parenchyma without disrupting normal liver histology at 6
43 months after transplantation. This work provides insights into the functions of nuclear receptor *THRB* and
44 highlights the importance of the environmental factors-nuclear receptors axis in regulating maturation of
45 human PSC-differentiated cell types.

46

47 **Keywords**

48 Human pluripotent stem-cells, hepatocytes differentiation and maturation, nuclear receptors, epigenetics,
49 transcriptional regulation, pBAF, 3D spheroid culture.

50

51 Introduction

52 The liver is an essential organ with diverse functions including digestion, metabolism, and detoxification
53 (Godoy et al., 2013) with hepatocytes being the major parenchymal cell type carrying out the essential
54 functions (Aizarani et al., 2019; MacParland et al., 2018). For example, hepatocytes absorb multiple
55 chemicals including many clinically used drugs by drug transporter proteins (Fahrmayr et al., 2010) and
56 metabolize the chemicals by cytochrome P450 enzymes including CYP3A4 and CYP2C9 (Zanger and
57 Schwab, 2013). Furthermore, liver or hepatocyte transplantations are the only known effective treatments
58 for multiple end-stage liver disease (Bhatia et al., 2014). Due to limitations of alternative sources, primary
59 hepatocytes remain the gold standard for hepatocytes, presenting a challenge because of limited supply
60 and of variability associated with genetic and environmental characteristics of donors. Facing the demand
61 for hepatocytes for research and clinical uses, generating functional and mature hepatocytes from
62 sources including *in vitro* expansion of primary hepatocytes (Hu et al., 2018; Michailidis et al., 2020; Peng
63 et al., 2018), adult stem cells (Huch et al., 2015), human fibroblast (Xie et al., 2019) and renewable
64 human pluripotent stem cells have been recognized as possible solutions (Zaret and Grompe, 2008).

65 Mechanisms regulating hepatocytes specification during embryonic development (Prior et al.,
66 2019; Si-Tayeb et al., 2010b) provided insights for *in vitro* differentiation of hepatocyte-like cells from
67 hPSC with 2D differentiation protocols (Ang et al., 2018; Si-Tayeb et al., 2010a). Although various 3D
68 differentiation systems (Chen et al., 2020; Ogawa et al., 2013; Takebe et al., 2013) improved hepatocyte
69 gene expression, the *in vitro* generated hepatocyte-like cells showed function and gene expression
70 profiles similar to fetal hepatocytes (Camp et al., 2017; Chen et al., 2018). The mechanisms resulting in
71 improved gene expression with 3D differentiation and the epigenetic difference between PSC-
72 hepatocytes and primary hepatocytes *in vivo* remain to be characterized. *In vivo* environmental factors
73 including hormones, nutrients, and metabolites that are different from the *in vitro* culture conditions could
74 contribute to functional maturation by epigenetic mechanisms (Chen et al., 2018).

75 We developed a 3D spheroid hepatocyte differentiation system, and profiled gene expression,
76 chromatin accessibility, and enhancer landscapes of uncultured primary human hepatocytes and PSC-
77 differentiated hepatocytes in 2D and 3D differentiation. In contrast to 2D differentiated hepatocytes, 3D
78 differentiation improved expression of *ONECUT1*, a critical liver enriched transcription factor (Kyrnizi et
79 al., 2006) but expression of CYP genes including *CYP3A4* remained low. Compared to primary

80 hepatocytes, 3D differentiated hepatocytes showed reduced activity for nuclear receptor THR_B. Addition
81 of the THR_B ligand T₃ increased *CYP3A4* expression and improved both gene expression and H3K27Ac
82 status for multiple hepatocyte genes, including the liver super-enhancer-regulated gene *NFIC*. These
83 results suggest that environmental influences relayed by nuclear receptors regulate cell states in the
84 process of hepatocyte maturation and the cell maturation states can be modulated by their ligands.

85

86 **Results**

87 **THR_B motif enrichment in accessible chromatin and active enhancers differed between primary** 88 **human hepatocytes and PSC-hepatocytes**

89 We differentiated H1-OCT4GFP hPSCs (Zwaka and Thomson, 2003) into definitive endoderm (Ma et al.,
90 2020), followed by liver induction with FGF2 and BMP4 (Si-Tayeb et al., 2010b), and William's E based
91 medium to generate hepatocyte-like cells with improved ALB expression, reduced AFP expression, and
92 similar proportions of cells expressing HNF4A (**Figure S1**). Based on the 2D differentiation protocol, we
93 developed a spheroid-based 3D hepatocyte differentiation system (**Figure 1A**) with the following
94 modifications. 1. Adding a gut tube stage by FGF7 treatment after definitive endoderm stage (**Figure**
95 **S1E**). 2. Including a Notch inhibitor and a TGF β inhibitor to reduce cystic formation that suggests bile duct
96 epithelial cells (Huch et al., 2015) (**Figure S1F**). 3. Dissociated and aggregated cells to spheroids during
97 stage 3 (**Figure S1G**). 4. Using less insulin (1%) in the culture medium, and adding forskolin which was
98 shown to maintain primary hepatocytes in long-term culture (Xiang et al., 2019) and to improve
99 hepatocyte differentiation (Ogawa et al., 2013). Additionally, we supplemented the medium with linoleic
100 acid and micronutrients. The 3D differentiation protocol (**Figure 1A**) generated hepatocyte-like cells with
101 improved expression of hepatocytes markers compared to 2D differentiation, although fetal hepatocyte
102 gene *AFP* remained highly expressed (**Figure S1I-J**).

103

104 To understand the transcriptional basis of immaturity of PSC-hepatocytes, we compared mRNA-
105 transcriptomes of non-cultured human primary hepatocytes and hPSC differentiated hepatocytes under
106 2D and 3D conditions (**Figure 1B**). Principal component analyses of RNA-seq results showed that 3D
107 PSC-hepatocytes grouped closer with primary hepatocytes, whereas 2D PSC-hepatocytes were closer to
108 fetal hepatocytes (RNA-seq results from (Xie et al., 2019)) (**Figure 1C**). KEGG pathway analysis

109 identified several hepatocyte functions (including complement, coagulation factors, and cytochrome
110 P450) were downregulated in 2D PSC-hepatocytes compared to primary hepatocyte (**Figure S2B**,
111 **$P < 0.05$**). Gene set enrichment analysis (GSEA) also showed hepatocyte functions such as the drug
112 metabolism/CYP P450 pathways and protein secretion were downregulated, whereas cell cycle
113 regulators and receptors-ECM interactions were upregulated in 2D PSC-hepatocytes as compared to
114 primary hepatocytes (**Figure S2 C-D, nominal P -value < 0.05**). In contrast, these components were not
115 significantly different between 3D PSC-hepatocytes and primary hepatocytes (**Figure S2F-G**). Compared
116 to 2D PSC-hepatocytes, 3D PSC-hepatocytes showed improved expression of genes associated with
117 liver functions (**Figure S2 H-J**). Consistent with gene expression analysis (**Figure S1J**), *ALB* expression
118 was increased about 9-fold in 3D as compared to 2D PSC-hepatocytes (**Figure 1D, Figure S1J**). The
119 expression of a key drug metabolism enzyme and mature hepatocyte marker *CYP3A4* also increased
120 about 80-fold in 3D as compared to 2D PSC-hepatocytes (**Figure 1D, Figure S1J**). However, the
121 absolute expression levels were only approximately 1% of those in primary hepatocytes. We conclude
122 that culturing PSC-hepatocytes in 3D increases expression of complements and coagulation factors but
123 failed to improve hepatocyte maturation genes including *CYP3A4*.

124
125 To examine gene regulatory elements that are typically located in accessible chromatin regions, we
126 performed ATAC-seq (Buenrostro et al., 2013) on 2D PSC-hepatocytes, 3D PSC-hepatocytes, and
127 primary hepatocytes (**Figure 1B**). Consistent with improved expression of *ONECUT1* in 3D PSC-
128 hepatocytes compared to the 2D PSC-hepatocytes (**Figure S1J**), 3D PSC-hepatocytes showed
129 increased chromatin accessibility at the 5' region of *ONECUT1* locus (**Figure 1E, top panel**). In contrast,
130 the *AFP* gene that was expressed in PSC-hepatocytes showed ectopic chromatin accessibility at the 3' of
131 *AFP* locus as compared to primary adult hepatocytes (**Figure 1E, bottom panel**). Transcription factor
132 motifs enrichment analysis in ATAC-seq peaks showed more significant enrichment of the thyroid
133 hormone receptor β (THRB) motif in primary hepatocytes as compared to 3D PSC-hepatocytes (**Figure**
134 **1F**).

135
136 We also performed H3K27Ac ChIP-seq to survey active promoters and enhancers landscape (Creyghton
137 et al., 2010) in the three cell types (**Figure 1B**). Comparative analyses of primary hepatocytes and PSC-

138 hepatocytes indicated lower enhancer activity in PSC-hepatocytes as compared to primary hepatocytes
139 (**Figure 1G**). Consistent with the gene expression and chromatin accessibility data, 3D differentiation
140 improved H3K27Ac signal of the *ONECUT1* locus (**Figure 1H**). Furthermore, we identified super-
141 enhancers associated genes, a group of genes with of disproportionately high density of H3K27Ac ChIP-
142 seq signals (Whyte et al., 2013). *NFIC* was identified as one of the top super-enhancer genes in primary
143 hepatocytes and showed increased H3K27Ac signals compared to PSC-hepatocytes (**Figure 1H**).
144 Additionally, correlation studies of super-enhancer and RNA-seq results showed super-enhancer tended
145 to be higher expressed (**Figure 2A-E**). Analysis of super-enhancer genes from H3K27Ac ChIP-seq and
146 highly expressed genes from RNA seq showed two groups of genes: super-enhancer associated genes
147 that are more regulated and are associated with disease (insulin resistance, type 2 diabetes), whereas
148 highly expressed but non-super-enhancer-regulated genes were enriched in more basic hepatocyte
149 functions such as nitrogen metabolism (**Figure 2F**).

150

151 Motif analysis from the H3K27Ac ChIP-seq showed that *THRB* motifs were more significantly enriched in
152 primary hepatocytes than in 3D PSC-hepatocytes (**Figure. 1F**). However, gene expression of *THRB* did
153 not correlate with the reduced enrichment of *THRB* motifs in accessible chromatin and active enhancers
154 (**Figure 1I**). Transcription factor *THRB* is a nuclear receptor (NR1A2) that form heterodimeric DNA
155 binding complex with *RXRA* based on availability of cognate ligands, thereby relaying information from
156 the environment to the cells (Evans and Mangelsdorf, 2014). These data suggest that the differential
157 enrichment of *THRB* motifs in accessible chromatin and active enhancers between primary hepatocytes
158 and 3D-PSC-hepatocytes are potentially regulated at the levels of *THRB* ligand availability.

159

160 **THRB upregulated *CYP3A4* by binding to the *CYP3A4* proximal enhancer**

161 We hypothesized that *THRB* may improve PSC-hepatocytes maturity. Addition of 3 μ M T3 to the medium
162 increased *CYP3A4* transcript (**Figure 3A**) and protein (**Figure 3B**) levels. In contrast, adding retinoic acid
163 (RA, the ligand for another nuclear receptor *RARA*) did not improve *CYP3A4* expression (**Figure S3A**).
164 Furthermore, T3 was required for the maintenance of the high expression of *CYP3A4* (**Figure S3B**).

165

166 To examine the mechanisms of upregulation of *CYP3A4* by T3, we identified a promoter and two 5'
167 enhancers (proximal and distal enhancer) active in primary hepatocytes and 3D PSC-hepatocytes
168 (**Figure 3C**). Analysis of *CYP3A4* 5' regulatory elements determined that 3D PSC-hepatocytes with lower
169 *CYP3A4* expression compared to primary hepatocytes, had weak signals at the proximal enhancer
170 compared to primary hepatocytes. Furthermore, a *THRB* binding motif was detected in the proximal
171 enhancer that overlapped with an ATAC-seq peak in 3D PSC-hepatocytes (**Figure 3C**). To test if *THRB*
172 could bind to the proximal enhancer, we examined anti-FLAG ChIP-seq datasets from HepG2 cells with a
173 C-terminal FLAG tagging of the endogenous *THRB* gene (*THRB*-FLAG HepG2) (Partridge et al., 2020)
174 and found anti-FLAG-*THRB* ChIP-seq peaks overlapping with the proximal enhancer (**Figure 3C**). **Figure**
175 **3D** shows that in primary hepatocytes 74% and in 3D PSC-hepatocytes 54% of the ATAC-seq peaks
176 overlapped with *THRB* peaks, consistent with contribution of *THRB* binding to gene regulatory elements
177 in mature hepatocytes.

178

179 We used *THRB*-FLAG HepG2 cells (Partridge et al., 2020) to further dissect the mechanisms of *CYP3A4*
180 regulation by T3. Culturing of *THRB*-FLAG HepG2 cells in T3 containing medium resulted in increased
181 *CYP3A4* activity and *CYP3A4* expression (**Figure S4A-B**). When *THRB*-FLAG HepG2 cells were cultured
182 in William's E medium with different concentrations of T3, we found that 3 nM T3 mostly efficiently
183 upregulated *CYP3A4* enzyme activity, and this was abolished with thyroid hormone receptor antagonist
184 (1-850) (**Figure S4C-D**). Furthermore, endoribonuclease prep siRNA (esiRNA) knockdown of *THRB*
185 showed that *THRB* was required for *CYP3A4* upregulation by T3 (**Figure S4E**). To test *THRB* directly
186 affects *CYP3A4* activity by interacting with the proximal enhancer, we generated proximal enhancer
187 deletion clones by CRISPR-mediated deletion (**Figure S4I-J**) and found that the upregulation of *CYP3A4*
188 by T3 was reduced in the *CYP3A4* proximal enhancer deletion cells (**Figure S4L**). Additionally, we
189 performed Cut-and-qPCR in *THRB*-FLAG HepG2 cells with anti-FLAG antibody with or without T3 using
190 primers for the *CYP3A4* proximal enhancer. T3 increased the binding of *THRB* to the *CYP3A4* proximal
191 enhancer compared to control (**Figure 3E**). These results suggest that *THRB* functions in regulating
192 *CYP3A4* expression by binding to *CYP3A4* proximal enhancer in a T3-regulated manner.

193

194 To test if the mechanism applied to PSC-hepatocytes, we generated an inducible CRISPR activation PSC
195 cell line (**Figure S5A-B**). Doxycycline (DOX) mediated induction of *PDX1* expression with a sgRNA
196 targeting the *PDX1* promoter verified the inducible CRISPR activation system (**Figure S5C-G**). We
197 transduced the inducible CRISPR activation PSCs with sgRNA targeting the *CYP3A4* proximal enhancer,
198 and found that DOX added to hepatocyte spheroids generated from these cells increased *CYP3A4*
199 expression but not another hepatocyte gene *ALB* (**Figure 3F**). These results suggest that thyroid
200 hormone mediated THRB binding to the *CYP3A4* proximal enhancer to regulate *CYP3A4* expression.

201

202 **T3 enhances differentiation to more mature hepatocytes**

203 In addition to adding T3, we removed oncostatin from the medium because oncostatin levels are
204 downregulated upon birth (Kamiya et al., 2001), and we supplemented the media with antioxidant N-
205 acetyl cysteine at the final stage of differentiation (**Figure S6A**). Quantitative-RT-PCR analysis of
206 differentiation stages showed expected gene expression changes (**Figure S6B**). Immunofluorescence
207 staining showed expression of HNF4A and ALB in most control cells and T3 treated cells (**Figure 4A**).
208 Consistent with RNA expression levels, *CYP3A4* protein levels increased, and AFP protein levels
209 decreased upon T3 treatment (**Figure 4A**). KeyGenes analysis (Roost et al., 2015) of RNA-seq results
210 showed that T3 treated hepatocytes were closer to primary hepatocytes than the control cells (**Figure**
211 **4B**), and T3 treatment increased expression of *CYP3A4* and *CYP2C9* (**Figure 4C-D**).

212

213 Further analysis of liver metabolic genes and disease relevant genes indicate that the PSC-hepatocytes
214 generated with the optimized differentiation system were more mature. The drug metabolism gene
215 *UGT1A1* and glycogen metabolism gene *GBE1* were upregulated in 3D-PSC-hepatocytes, and T3
216 treatment of 3D-PSC-hepatocytes further increased their expression (**Figure 4E**). Additionally, expression
217 of glucose production regulator gene *G6PC*, clotting factors *F5*, and complement gene *C5* in 3D-PSC-
218 hepatocytes were expressed at levels comparable to primary hepatocytes (**Figure S6C**). Furthermore,
219 multiple genes encoding enzymes in the urea cycle (including the most commonly mutated gene in urea
220 cycle disorder *OTC* and other genes encoding enzymes for the pathway: *NAGS*, *ASS1*, *ARG1*, and
221 *ORNT1/SLC25A15*) were highly expressed in the 3D PSC-hepatocytes (**Figure S6D**), and urea levels
222 were higher in 3D PSC-hepatocytes than 2D PSC-hepatocytes (**Figure S6E**). Moreover, the 3D PSC-

223 hepatocytes increased expression of *INSR* and decreased expression of *IGF1R*, suggesting the 3D cells
224 are better than 2D PSC-hepatocytes in studying metabolic effects of insulin signaling (**Figure S6F**).

225

226 In addition to protein-coding genes, we examined the enrichment of single nucleotide polymorphisms
227 (SNPs, including non-coding SNPs) that are linked to liver-relevant diseases and traits in accessible
228 chromatin regions of 2D-PSC-hepatocytes, 3D-PSC-hepatocytes, and primary hepatocytes. We applied
229 stratified LD score regression (Finucane et al., 2018) to examine the summary statistics from 10 GWAS
230 studies – ALP, ALT, AST, and GGT (Chambers et al., 2011); HDL, LDL, TC and TG (Willer et al., 2013);
231 T2D and T2D stratified by body mass index (BMI)(Mahajan et al., 2018) and found that the enrichment of
232 disease-associated SNPs in 3D PSC-hepatocytes was higher than those in 2D hepatocytes differentiation
233 (**Figure 4F**). For T2D and BMI, the levels of enrichments in 3D PSC-hepatocytes and in primary
234 hepatocytes were similar (**Figure 4F**), suggesting the 3D-PSC-hepatocytes could be used to study the
235 disease-associated SNPs and the underlying mechanisms.

236

237 Furthermore, a common non-encoding SNP rs12740374 that regulated *SORT1* expression in
238 hepatocytes by creating a C/EBP binding sites (Musunuru et al., 2010) and modulated plasma LDL-C
239 levels was in an active ATAC-peak with H3K27Ac signals in 3D PSC-hepatocytes, similar to primary
240 hepatocytes (**Figure 4G**). T3 treatment increased the expression and chromatin accessibility of *SORT1*
241 (**Figure 4H-I**). Similarly, chromatin accessibility was increased for *CYP3A4* proximal enhancer, but
242 reduced for *AFP* 3' region (**Figure 4H**). Additionally, T3 treatment improved H3K27Ac signals around
243 rs12740374 (**Figure 4G**), and increased H3K27Ac signals of the *ONECUT1* and *NFIC* loci (**Figure 4J**).
244 Analysis of super-enhancers also showed that T3 treated 3D-PSC-hepatocytes were more similar to
245 primary hepatocytes than control 3D-PSC-hepatocytes (**Figure 4K**). These changes associated with
246 hepatocytes maturation, together with extensive overlapping of THRB ChIP-seq peaks and ATAC-seq
247 peaks (**Figure 3D**) indicate that the supplementing T3 could improve overall maturation status of PSC-
248 hepatocytes.

249

250 To start examining the mechanisms by which THRB mediated the epigenetic changes, we performed
251 immunoprecipitation (IP) of THRB in THRB-FLAG HepG2 cells with anti-FLAG antibody, followed by

252 mass-spectrometry to identify THR_B-binding proteins (**Figure 5A**). Consistent with a previous study
253 showing interaction between THR_B and heterogeneous nuclear ribonuclearprotein hnRNP H1 (Uren et
254 al., 2016), multiple hnRNPs were identified in the immunoprecipitation complex (**Figure 5B**), in addition to
255 several transcription initiation factor TAF proteins. Furthermore, PBRM1/BAF180 and ARID2/BAF200, two
256 defining components of the ATP-dependent chromatin remodeling complex pBAF (polybromo-associated
257 Brg/Brahma-associated factors (BAF)) (Kadoch and Crabtree, 2015) were identified to be present in the
258 immunoprecipitation complex. To verify the mass-spectrometry results, we performed IP-Western
259 experiments, and confirmed that PBRM1 and ARID2 were co-immunoprecipitated with THR_B (**Figure**
260 **5C**). Furthermore, ARID2, loss-of-function, which has been frequently identified in hepatocellular
261 carcinoma (Li et al., 2011), showed increased association to the IP-THR_B complex in a T3 regulated
262 manner (**Figure 5C**). These biochemical interactions between THR_B and pBAF components, together
263 with the effects of T3 on chromatin accessibility (**Figure 4H**), suggest that the pBAF complex could be
264 involved in THR_B mediated regulation of chromatin accessibility.

265

266 We also tested the 3D spheroids differentiation for additional human PSC cell lines (**Figure S7A-C**). Gene
267 expression analysis on 3D-PSC-hepatocytes generated from a tdTomato-expressing iPS cells derived
268 from a female Niemann-Pick disease type C (NPC) patient (Maetzel et al., 2014), a GFP-expressing male
269 ES cell line HUES8-GFP (Ma et al., 2018), and a female ES cell line WIBR3 (Lengner et al., 2010)
270 showed reduced fetal hepatocyte gene *AFP* when 3D-PSC-hepatocyte were treated with T3 compared to
271 control (**Figure S7D-E**). In contrast, expression of mature hepatocyte gene *CYP3A4* and *NFIC* were
272 upregulated under this condition (**Figure S7E**) in the hPSCs. These results from different PSCs from
273 different sources demonstrated that this approach supported differentiation of multiple hPSC lines
274 including patients' iPS cells to more mature hepatocytes.

275

276 **Engraftment of hPSC-hepatocytes to the undamaged liver of immunocompromised mice**

277 Since hepatocytes maturity is related to the capacity to engraft into liver upon transplantation (Hu et al.,
278 2018), we tested the *in vivo* function of the PSC-differentiated hepatocytes by transplanting the cells into
279 immunocompromised mice. Transplantation of human hepatocytes or human cells derived hepatocytes
280 have been performed in immunocompromised mice with liver injuries to facilitate engraftment of human

281 cells(Azuma et al., 2007; Carpentier et al., 2014; Hu et al., 2018; Michailidis et al., 2020; Xie et al., 2019).
282 Here, we tested if PSC-differentiated hepatocytes in 3D could be engrafted in undamaged mouse liver by
283 injecting dissociated cells into the spleen of NOD.Cg-Prkdcscid Il2rgtm1Wjl/SzJ (NSG) mice (**Figure 6A**).
284 H&E histology staining showed that liver histology of transplanted mice both 1 month post transplantation
285 and 6 months post transplantation were similar to control mice (**Figure 6A**). However, anti-human-
286 Albumin antibody IHC detected engrafted human cells with hepatocyte morphology integrated to the
287 mouse liver parenchyma (**Figure 6B**). Furthermore, immunofluorescence staining showed that 1 month
288 after transplantation, PSC-hepatocytes expressing human ALB and CYP3A4 could be found in liver of
289 transplanted mice (**Figure 6C**). At 6 months post transplantation, human albumin expressing hepatocytes
290 could be detected to integrate with mouse liver parenchyma (**Figure 6D**). We extracted DNA from tissue
291 slides and performed q-PCR analysis and detected human mitochondrial DNA (**Figure 6E**), consistent
292 with the presence of human hepatocytes in the transplanted mouse liver. These data show that that 3D
293 PSC differentiated hepatocytes can engraft into undamaged liver of immunocompromised mice and
294 integrate into the liver parenchyma without disrupting the normal histology of the liver.

295

296 **Discussion**

297 In this study, we compared genome-wide maps of gene expression and cis-regulatory elements of PSC-
298 hepatocytes with that of primary non-cultured hepatocytes. Modulating thyroid hormone signaling,
299 contributed to the generation of more mature human hepatocytes. THRB regulated *CYP3A4* expression
300 by binding to enhancer elements through ligand-regulated binding and activation. The PSC-hepatocytes
301 not only expressed critical hepatocyte genes, but also showed activation of disease associated non-
302 coding SNPs. Upon transplantation to uninjured liver of immunocompromised mice, these PSC-
303 hepatocytes integrated into mouse liver parenchyma without disrupting normal liver histology for up to 6
304 months after transplantation. These data suggest that PSC-hepatocytes could be used to study
305 expression and regulatory mechanism of hepatocyte genes implicated in hepatocyte development and
306 liver disease. In addition, these PSC-derived hepatocytes may be useful for cell replacement therapies.
307
308 Our results are consistent with the critical role of thyroid hormone signaling for liver physiology.
309 Hypothyroidism has been connected with hyperlipidemia(Willard et al., 2014), and T3 treatment was

310 reported to improve liver dysfunction associated with congenital hypothyroidism(Mantri et al., 2016).
311 Improved H3K27Ac signals upon T3 treatment may reflect recruitment of histone acetylase p300/CBP to
312 nuclear hormone receptors (Ogryzko et al., 1996). It is possible that thyroid hormone receptors recruit
313 pBAF to regulate chromatin accessibility through nucleosome repositioning or ejection (Clapier et al.,
314 2017), similar to vitamin D receptors that switch pBAF complex for BAF complex in pancreatic β cells
315 (Wei et al., 2018). The thyroid hormone signaling is regulated at multiple levels including expression of
316 thyroid hormone transporter proteins and T3 metabolizing enzymes such as iodothyronine deiodinases.
317 Although the effects of thyroid hormones could be context depended, our results suggested the critical
318 functions of thyroid hormone signaling in promoting maturation of human PSC-differentiated hepatocytes.
319 Based on the conserved functions of thyroid hormones in regulating organ development (Brent, 2012),
320 and the surge of thyroid hormone levels at and shortly after birth, T3 has been tested empirically to
321 improve maturation of iPS differentiated hepatocytes in 2D culture (Bogacheva et al., 2021). Our
322 unbiased transcriptome and epigenome study using 2D and 3D differentiations identified that thyroid
323 hormone signaling accounted for a significant portion of the immaturity phenotype of hepatocytes
324 differentiated from hPSC *in vitro*. Furthermore, we provided evidence suggesting that THRB could bind
325 the chromatin remodeling complex pBAF, a potential mechanism by which THRB could mediate
326 chromatin accessibility changes of gene regulatory elements. The environmental factors-nuclear
327 receptors axis could regulate maturation of additional cell types differentiated from human PSCs.
328
329 Future studies using 3D chromosome conformation capture methods and single cell genomics and
330 epigenomics approaches on the PSC-hepatocytes could further provide insights into the developmental
331 and maturation processes of human hepatocytes. Furthermore, scaling up PSC-hepatocytes
332 differentiation with bioreactors and potentially microencapsulation, modulating additional nuclear
333 receptors signaling pathways to further improve functional maturation of PSC-hepatocytes, and
334 expansion of the PSC-hepatocytes *in vitro* and *in vivo* in immunocompromised mice with liver damages
335 could be future studies.

336

337 **Methods**

338

339 **Primary human liver tissue sections**

340 Formalin-fixed paraffin-embedded (FFPE) slides (5-micron sections) from a normal adult human liver
341 were obtained from Biomax (HuFPT074 SB, male, 45 years old). The antigen retrieval and
342 immunofluorescence staining procedures were performed with a modified protocol (Li et al., 2014).
343 Briefly, after deparaffinization and rehydration, the FFPE slides were subjected to antigen retrieval with
344 citrate buffer (10 mM, pH 6.0). Then the tissue slides were blocked in PBST (PBS with 0.1% Tween-20)
345 and 5% donkey serum (Jackson Laboratories 017-000-121) for 2 hours at room temperature, followed by
346 primary antibodies (1:100 mouse-anti-CYP3A4 antibody Life Technologies MA5-17064, 1:100 goat-anti-
347 hALB antibody, Bethyl Laboratories A80-229A, diluted in PBST with 5% donkey serum) incubation at 4 °C
348 for overnight. After four times washing with PBST for 10 minutes each at room temperature, secondary
349 antibodies (Alexa Fluor 647 conjugated donkey anti-goat IgG secondary antibody Life Technologies
350 A21447 and Alexa Fluor 594 conjugated donkey anti-mouse IgG secondary antibody Life Technologies
351 A21203, 1:400 diluted in PBST with 5% donkey serum) were added for incubation at room temperature
352 for 1 hour. After four times washing with PBST for 10 minutes each, DAPI staining was for 10 minutes at
353 room temperature followed by rinsing with PBST for 3 times. After mounting with Fluoromount-G
354 mounting medium (Electron Microscopy Sciences 1798425), the slides were imaged with a Zeiss LSM
355 710 confocal microscope.

356

357 **Primary human hepatocytes**

358 Frozen primary human hepatocytes from healthy donors were purchased from Biolvt (Catalog number
359 M00995-P, lot: SMC and AQL). After thawing in a 37 °C water bath, the hepatocytes were washed with
360 Cryopreserved Hepatocyte Recovery Medium (CHRM, Thermo Fisher Scientific, CM7000). RNA from
361 about 0.5 million cells were purified with RNeasy Plus Micro (QIAGEN). Around 50,000 cells were washed
362 with PBS and subjected to tagmentation and ATAC-seq described below. About 5-10 million cells were
363 crosslinked with 1% formaldehyde for ChIP-seq described below.

364

365 **Culture of human PSCs**

366 Matrigel coated tissue culture plates were used for feeder-free culture of human PSCs. For coating
367 plates, Matrigel (Corning) was 1:100 diluted in cold DMEM-F12 medium, and 2 ml of diluted Matrigel

368 solution was added to one well of a 6-well plate well, and coat for overnight at room temperature before
369 pre-warming in a 37 °C incubator for 1 hour prior to plating cells. Human PSCs H1-OCT4-GFP(Zwaka
370 and Thomson, 2003), H1-OCT4-GFP AAVS1:tdT(Ma et al., 2018), HUES8-GFP(Ma et al., 2018), and
371 INS:tdT(Ma et al., 2018) were cultured in mTeSR medium (STEMCELL Technologies) in Matrigel coated
372 6-well plates, and passaged every 3-4 days with a 1:4-6 passage ratio using Versene solution (Life
373 Technologies 15040066).

374

375 WIBR3(Lengner et al., 2010) and Niemann-Pick disease type C (NPC1) iPS (clone 16-13(Maetzel et al.,
376 2014)) were initially cultured on mitomycin C inactivated mouse embryonic fibroblasts (MEFs) feeder cells
377 using DMEM-F12 (Life Technologies cat# 11330-057) supplemented with 15% FBS (Hyclone
378 SH30396.03), 5% KSR (Life Technologies cat# 10828-028), 4 ng/ml FGF (Life Technologies cat#
379 PHG0261), 0.1 mM 2-mercaptoethanol (Life Technologies cat #21985-023), 1X L-glutamine (Life
380 Technologies cat# 25030-081), 1X MEM-NEAA (Life Technologies cat# 11140-050), 1X
381 penicillin/streptomycin (Life Technologies cat# 15140-122). Cells were passaged with 1 mg/ml
382 collagenase IV (Life Technologies cat# 17104019) every 4-6 days on inactivated MEF feeders. All human
383 PSCs were routinely tested negative for mycoplasma.

384

385 **Genetic modification of human PSCs**

386 NPC-iPS cells (clone 16-13(Maetzel et al., 2014)) were targeted with AAVS1-tdTomato (Addgene
387 159275) as described before(Ma et al., 2018). Briefly, NPC-iPS cells were treated with 10 µM Rho kinase
388 inhibitor Y-27632 overnight before dissociated to single cells with Accutase (Stem Cell Technology
389 07922). About 10 million cells were electroporated with 10 µg of AAVS1 zinc finger nuclease-encoding
390 plasmid and 30 µg of AAVS1-tdTomato with one electroporation of 250 V, 500 µF using a Gene Pulser
391 Xcell System (Bio- Rad), and plated on DR4 MEFs in PSC medium with 10 µM Y-27632 during the first
392 day. Puromycin (0.5 µg/mL) selection was added 3–4 days after electroporation to select resistant cells.
393 The tdTomato-expressing clones were manually passed to inactivated MEF feeders plated in 12-well
394 plates in regular PSC medium without puromycin.

395

396 DOX-inducible CRISPR-activation cells were generated based on the INS:tdT reporter H1 cells(Ma et al.,
397 2020) first by removing the floxed puromycin resistant cassette by transient expression of Cre. About 3
398 million Y-27632 pretreated H1-INS:tdT PSC cells were electroporated with 5 µg CAGGS:Cre-tdT under
399 electroporation condition stated above and plated in mTeSR medium supplemented with 10 µM Y-27632
400 in Matrigel coated plates. One day after electroporation, tdTomato-expressing cells were isolated by
401 fluorescence activated cell sorting (FACS) using a FACSAria cell sorter (BD Biosciences) and plated
402 sparsely on Matrigel coated plates in mTeSR and 10 µM Y-27632. Individual clones were plated in 12-
403 well plates and puromycin-sensitive clones were expanded and targeted with an AAVS1-DOX inducible
404 CRISPR activation plasmid. Puromycin (0.5 µg/mL) resistance clones were isolated after targeting.
405 Isolated clones were characterized by Southern blotting using the *AAVS1* probes as described before(Ma
406 et al., 2020), and properly targeted cells were expanded.

407
408 HEK293T cells were cultured in HEK293 medium (DMEM supplemented with 10% FBS, 1X L-glutamine,
409 1X MEM-NEAA, 1X penicillin/streptomycin), and passaged with trypsin-EDTA. Lentiviruses delivering
410 sgRNA were packed by transfecting about 70% confluent HEK293T cells cultured in T75 flasks with 5 µg
411 pCMV-VSVG (Addgene 8454), 10 µg pCMV-dR8.2 dvpr (Addgene 8455), and 10 µg sgRNA plasmid
412 using X-tremeGENE™ 9 DNA transfection reagent (Roche 06365809001). One day after transfection,
413 medium was changed to HEK293T culture medium. Media were changed daily, and the conditioned
414 media were collected for 2-3 days, filtered through 0.45 µm filters and ultracentrifuged (23000 rpm at 4 °C
415 for 1 hour 45 minutes) with a Beckman Optima XE-90 ultracentrifuge. Centrifuged pellets were
416 resuspended in 500 µL PBS overnight at 4 °C. For lentiviral transduction, DOX-inducible CRISPR
417 activation H1 cells were pretreated with 10 µM Y-27632 overnight, then single cell dissociated with
418 Accutase, and plated in Matrigel-coated 6-well plates in 2 ml mTeSR medium supplemented with 10 µM
419 Y-27632, and 20 µL CRISPR activation sgRNA virus stock. After 1 day, the medium was changed to
420 mTeSR medium. Zeocin selection (0.2 mg/mL) was started after another 2 days for about 3-5 days.
421 Zeocin resistant cells were passaged 1:4 in mTeSR medium with zeocin for about 1 more week. The cells
422 were expanded in mTeSR for differentiation.

423

424 **Differentiation of human pluripotent stem cells (PSCs) to hepatocytes-like cells**

425 WIBR3 cells and NPC-iPS-tdT cells were adapted to feeder culture with mTeSR1 medium by manual
426 passaging. Cells were differentiated to hepatocyte-like cells after 3-6 passages in mTeSR medium.

427

428 All feeder-free human PSCs were thawed in mTeSR1 medium, and cultured as described before. Cells
429 were typically differentiated within 3 passages after thawing.

430 For 2D differentiation of H1-OCT4-GFP cells, less than 60% confluent PSCs were treated with mTeSR1
431 medium supplemented with 10 μ M Y-27632 for overnight or for 4-6 hours and the cells were dissociated
432 into single cells with Accutase for about 5 min at 37°C by gentle pipetting in mTeSR1 medium. After cell
433 counting with Countess (Invitrogen), about 1.4-1.6 million live cells were plated to each well of a 6-well
434 Matrigel-coated plates in mTeSR medium supplemented with 10 μ M Y-27632 and distributed evenly.

435 After 1 day when plated cells were about 80-90% confluent, differentiation was initiated by removing
436 mTeSR medium, washing cells with DMEM/F12, and followed by daily media changes (stages and days
437 are referred by S and D, respectively):

438 Day 1 (S1D1): MCDB131 medium with 10mM Glucose, 1.5 g/L NaHCO₃, 0.5 % FAF- BSA, 1x Glutamax,
439 1x penicillin/streptomycin, 100 ng/ml activin, and 3 μ M Chir99021.

440 Day 2 (S1D2): MCDB131 medium with 10mM Glucose, 1.5 g/L NaHCO₃, 0.5 % FAF- BSA, 1x Glutamax,
441 1x penicillin/streptomycin, 100 ng/ml activin, and 0.3 μ M Chir99021.

442 Day 3 (S1D3): MCDB131 medium with 10mM Glucose, 1.5 g/L NaHCO₃, 0.5 % FAF- BSA, 1x Glutamax,
443 1x penicillin/streptomycin, and 100 ng/ml activin.

444

445 Day 4-8 (S2D1-S2D5): Cells were washed with PBS on S2D1 before changing to RPMI-1640 medium
446 with 1x glutamax, 1x NEAA, 1x penicillin/streptomycin, 1x B27, 10 ng/ml FGF2, and 20 ng/ml BMP4.

447

448 Day 9-13 (S3D1-S3D5): RPMI-1640 medium with 1x glutamax, 1x NEAA, 1x penicillin/streptomycin, 1x
449 B27, and 20 ng/ml HGF.

450

451 Day 14-18 (S4D1-S4D5): William E medium supplemented with 1x glutamax, HCMTM SingleQuots Kit
452 (no EGF was added), trace element A (500 mL), trace element B (500 ml), 100 nM dexamethasone, 5.35
453 mg/mL linoleic acid, 20 ng/ml HGF, and 20 ng/ml Oncostatin M.

454

455 For 3D spheroid differentiation of H1-OCT4-GFP cells, cells plating and media changes for the first 3 days
456 were the same as described above. After S1D3, the following media changes were used:

457 Day 3-5 (S2D1-D2D2): S1D3 cells were washed with PBS before changing to S2 medium: MCDB131 with
458 0.5% FAF-BSA, 1.5 g/L NaHCO₃, 10 mM glucose, 1x penicillin/streptomycin, 1x glutamax, 0.25 mM
459 vitamin C, and 50 ng/ml KGF.

460

461 Day 6 (S3D1): RPMI-1640 medium with 1x glutamax, 1x NEAA, 1x penicillin/streptomycin, 1x B27 (1:50),
462 50 µg/ml heparin, 10 ng/ml FGF2, and 20 ng/ml BMP4.

463

464 Day 7-10 (S3D2-S3D5): After about 1 day incubation in S3D1, 10 µM Y-27632 was added to the medium
465 for about 4-6 hours. Then cells were washed with PBS, and dissociated with Accutase for about 5 min at
466 37 °C. Then cells were washed with RPMI-1640 medium with 1x glutamax, 1x NEAA, 1x
467 penicillin/streptomycin, 1x B27, and 1% BSA-fragment V. Approximately 2 million live cells were plated in
468 4 ml S3 medium (RPMI-1640 medium with 1x glutamax, 1x NEAA, 1x penicillin/streptomycin, 1x B27, 10
469 ng/ml FGF2, and 20 ng/ml BMP4 supplemented with 10 µM Y-27632 in each well of 6-well AggreWell 400
470 plates (Stem Cell Technology, 34415). Next day the formed cell spheroids clusters were washed with
471 RPMI-1640 medium with 1x glutamax, 1x NEAA, 1x penicillin/streptomycin, 1x B27, and moved to 6-well
472 ultralow adherent culture plates placed on an orbital shaker set at 95-100 rpm for 4-5 more days in S3
473 medium with daily media change. The rest of the differentiation were carried out in ultralow attachment
474 plates placed on an orbital shaker with the same setting. During this and later steps, cystic spheroids and
475 aggregated spheroids were removed daily.

476

477 S4 (about 2-3 weeks): William E medium supplemented with 1x glutamax, HCMTM SingleQuots Kit (no
478 EGF was added, and 5 µL insulin was used for 500 mL medium), trace element A (500 µL), trace element
479 B (500 µL), 100 nM dexamethasone, 100 nM gamma secretase inhibitor XX, 20 µM forskolin, 1 µM TGFβ
480 inhibitor A8301, 5.35 µg/mL linoleic acid, 20 ng/ml HGF, and 20 ng/ml Oncostatin M. N-acetyl cysteine (1
481 mM) was added to the later part of S4 as needed to maintain culture health. Media were changed every 2
482 days.

483

484 S5 (about 1-2 weeks): William E medium supplemented with 1x glutamax, HCMTM SingleQuots Kit (no
485 EGF was added, and 5 μ L insulin was used), trace element A (500 μ L), trace element B (500 μ l), 100 nM
486 dexamethasone, 100 nM gamma secretase inhibitor XX, 20 μ M forskolin, 1 μ M TGF β inhibitor, 5.35
487 μ g/mL linoleic acid, 20 ng/ml HGF, 3 μ M T3, and 1 mM N- acetylcysteine. Media were changed every 2
488 days.

489

490 Cell growth state and density optimizations are needed for proper differentiation. Representative Q-RT-
491 PCR results during the differentiation are show in Extended Data Fig. 9b.

492

493 For DOX-induction experiments, DOX-inducible CRISPR activation H1 cells were differentiated as above,
494 and DOX (final concentration: 2 mg/ml) was added from S4D12 to S4D14. RNA samples were purified
495 with RNeasy Plus Micro Kits (Qiagen) for q-PCR analysis (described later) using *ACTB*, *CYP3A4*, *ALB*
496 and *cas9* primers.

497

498 For differentiating additional PSCs, the following seeding density and KGF concentrations for S2 were
499 used: HUES8-GFP (1.4-1.6 million cells per 6-well plate well, 10 ng/ml KGF for S2), NPC-iPS-tdT (1.8-2
500 million cells per 6-well plate well, 5 ng/ml KGF for S2), WIBR3 (1.3-1.5 million cells per 6-well plate well,
501 10 ng/ml KGF for S2).

502

503 **Culture of THRB-FLAG HepG2 cells and deletion of *CYP3A4* proximal enhancer**

504 THRB-FLAG HepG2 cells were maintained in DMEM with 10% FBS, 1x penicillin/streptomycin, 1x MEM-
505 NEAA, 1% glutamax. Cells were passaged 1:4-1:6 about twice a week. THRB-FLAG HepG2 cells were
506 routinely tested negative for mycoplasma.

507

508 To generate THRB-FLAG HepG2 cells with *CYP3A4* proximal enhancer deleted, 1 μ g of 330-cherry-
509 *CYP3A4* enhancer-L-sgRNA, and 1 μ g of 330-BFP-*CYP3A4*-enhancer-R-sgRNA were transfected with X-
510 tremeGENE 9 DNA transfection reagent (Roche 6365809001). After 3-5 days, transfected cells were
511 dissociated to single cells with Trypsin-EDTA, and cells with high expression of both cherry and BFP were

512 isolated with fluorescence activated cell sorting with a FACSAria cell sorter (BD Biosciences). Clones
513 grown from sorted cells were expanded and DNA samples from individual clones were extracted with
514 Lucigen quick DNA buffer (68 °C for 15 min followed by 98 °C for 2 min), and genotyped by PCR with
515 primers (F: GGTCCCCTTGGAACCTTCATGC, R: CCTTCAACAACCTAATAGCAGGG) with 2x KAPA HiFi
516 HotStart ReadyMix (Roche) using the following PCR program (95 °C for 3 min; then 35 cycles of 98°C for
517 20 sec, 58°C for 15 sec, 72 °C for 30 sec; then 72 °C for 5 min). Control cells showed amplicon of about
518 0.5 kb, and clones with enhancer deletion showed amplicon of about 0.2 kb. PCR amplicons were
519 sequenced by Sanger sequencing and clones with confirmed homozygous disruption of *CYP3A4*
520 proximal enhancer were kept.

521

522 **Nuclear receptor ligands treatment and CYP3A4 activity measurements**

523 For nuclear receptor ligands treatment, cells were cultured in William E medium supplemented with 1x
524 glutamax, HCMTM SingleQuotes Kit (no EGF was added, and 5 microliters of insulin was used for 500 ml
525 medium), trace element A (500 µL), trace element B (500 µL), 5.35 µg/mL linoleic acid with different
526 concentration of T3 (3nM-10µM) or retinoic acid (20 nM-1µM). For thyroid hormone antagonist
527 experiments, a final concentration of 3 µM antagonist (1-850) was used with 3 nM T3.

528

529 For measuring CYP3A4 activity with CYP3A4 P450-Glo (Promega), IPA-luciferin was diluted 1:1000 in
530 William E medium supplemented with 1x glutamax, HCMTM SingleQuotes Kit (no EGF was added, and 5
531 microliters of insulin was used for 500 ml medium), trace element A (500 µL), trace element B (500 µL),
532 5.35 µg/mL linoleic acid and incubated in a 37 °C cell culture incubator. After 2 hours, 50 µL conditioned
533 medium from each sample was mixed with 50 µL reconstituted luciferin detection reagent in a white
534 opaque 96-well plate and incubated at room temperature for 20 min before data collection with a
535 SpectraMax microplate reader (Molecular Devices).

536

537 **Transfection of THRB-FLAG-HepG2 cells with esiRNA**

538 About 0.1-0.2 million THRB-FLAG HepG2 cells were plated in each well of a 24-well plate in 500 µL
539 DEME medium with 10% FBS. The next day, control (SIC001, Millipore Sigma) or esiRNA targeting
540 *THRB* (EHU083461, Millipore Sigma) were transfected using Lipofectamine RNAiMAX Transfection

541 Reagent (Invitrogen) in 100 μ L Opti-MEM medium with final concentration of 30 nM. After 2 days, media
542 were removed and washed with PBS, and 500 μ L William E base medium with 3 nM T3 or control were
543 added. After 1 day, CYP3A4 luciferase experiments were performed as described above.

544

545 **Cut-and-qPCR experiments**

546 About 70% confluent FLAG-THRB HepG2 cells cultured in 6-well plates were washed with PBS, and
547 changed to William's E base medium with or without 3 nM T3. After 1-2 days, cells were dissociated to
548 single cells with trypsin, and 250,000 cells were used for each experiment based on the protocol (Skene et
549 al., 2018). Specifically, buffers with 0.025% digitonin was used. Primary antibody (1 μ g rabbit-anti-FLAG,
550 Sigma F7425) or rabbit normal serum were incubated for 2 hours at 4 $^{\circ}$ C. After washing, 0.5 μ L pA-MN (a
551 gift generously provided by Dr. S Henikoff) was added to incubate at room temperature for 10 min.
552 Cutting experiments were performed at 0 $^{\circ}$ C ice-water bath with 50 μ L buffer with CaCl₂ for 30 min. Then
553 34 μ L stop buffer were added and incubated at 37 $^{\circ}$ C for 15 minutes. DNA from collected supernatant
554 were purified with ChIP DNA concentration and cleaning kit (Zymo D5205) and eluted in 20 μ L elution
555 buffer. For DNA input, 500,000 cells were used for genomic DNA purification with blood and tissue DNA
556 kit (Qiagen 69504). Quantitative PCR experiments were performed with fast SYBR Green Master Mix
557 (Thermo Fisher Scientific 4385618) with the *CYP3A4* proximal enhancer primers (F:
558 CTTGCTGACCCTCTGCTTTCC; and R: CTCATGAGGCTGCTTGAACCG). Relative enrichment is
559 calculated by normalization with input DNA.

560

561 **Immunoprecipitation, mass-spectrometry and Western blotting**

562 THRB-FLAG-HepG2 cells were cultured in 10-cm cell culture plates in DMEM with 10% FBS, 1x
563 penicillin/streptomycin, 1x MEM-NEAA, 1% glutamax. Cells, about 50-70% confluent, were washed with
564 PBS, and 10 ml William's E medium was added for 1-2 days. Then the cells were washed with PBS, and
565 collected with 500 μ L NP40 buffer (1% Nonidet P-40 (Igepal A-680), 50 mM Tris-HCl (pH 7.4), 150 mM
566 NaCl, 2 mM EDTA, 50 mM NaF, 10 Glycerol 10 %, with freshly supplemented protease inhibitors (Roche
567 04693159001)). Cell lysates were collected, incubated at 4 $^{\circ}$ C for 30 min, passed through 1 ml syringe with
568 23G needle 10 times. Then spun at 14,000 rpm for 5 min. Then the pellets were ground for about 2 min,
569 spun at 14,000 rpm for 5 min. The nuclear fraction and supernatant fraction (800 μ L) were collected, and 8

570 μg rabbit-anti-FLAG antibody (Sigma F7425), or about 8 μg rabbit control serum were added to incubate
571 overnight at 4 °C. The clear lysates were incubated with 100 μL protein G dynabeads (Thermo Fisher
572 10003D) for 2 hours at 4°C. Pellets were washed 4 times with NP40 buffer.

573 For mass-spectrometry, the dynabeads samples were washed and resuspended in a Tris/ Urea buffer,
574 reduced with dithiothreitol, alkylated with iodoacetamide and digested with trypsin at 37 °C overnight. This
575 solution was subjected to solid phase extraction to concentrate the peptides followed by injection onto a
576 Thermo EASY-nLC 1200 HPLC equipped with an EASY-Spray ES900 3 μm C18 analytical column 0.075
577 mm by 15 cm, (Thermo). Peptides were eluted using standard reverse-phase gradients. The effluent from
578 the column was analyzed using a Thermo Exploris 480 mass spectrometer (nanospray configuration)
579 operated in a data dependent manner for the 90 minutes. The resulting fragmentation spectra were
580 correlated against the Refseq entries for homo sapiens using PEAKS Studio X+ (Bioinformatic Solutions)
581 and to provide consensus reports for the identified proteins.

582

583 Western blotting was performed with a rabbit anti-PBRM1 antibody (Bethyl Laboratories A301-591A,
584 1:2000), a rabbit anti-ARID2 (Cell Signaling Technology 82342S 1:1000), or a mouse anti FLAG antibody
585 (Sigma F1804 1:4000) based on previous methods (Wu et al., 2007).

586

587 **RNA purification and quantitative RT-PCR**

588 PSC hepatocytes spheroids were washed with PBS, then lysed in RLT plus buffer from Qiagen RNeasy
589 plus micro kit for about 15-20 min at room temperature followed by RNA purification. Reverse
590 transcription was performed using by adding 1.5 μL q-crypt to 6 μL RNA, and the reaction was carried out
591 at 25 °C for 5 min, 42 °C for 30 min, 85 °C for 5 min. Quantitative PCR experiments were performed with
592 SYBR Green Master Mix reagent with a QuantStudio 6 Flex Real-Time PCR System (Applied
593 Biosystems). Relative quantifications were determined with the above primer pairs using delta delta
594 threshold cycle methods with the following primers:

Target	Forward (5'-3')	Reverse (5'-3')
<i>ACTB</i>	CATGTACGTTGCTATCCAGGC	CTCCTTAATGTCACGCACGAT
<i>CYP3A4</i>	TTGAGTCAAGGGATGGCACCGTAA	TCTCTGGTGTTCCTCAGGCACAGAT

<i>ALB</i>	TGCAACTCTTCGTGAAACCTATG	ACATCAACCTCTGGTCTCACC
<i>AFP</i>	CTTTGGGCTGCTCGCTATGA	GCATGTTGATTTAACAAGCTGCT
<i>NFIC</i>	CAGAGCAAAGCGGCAGTC	TCTCCTGGAAGTCGGTCGTGT
<i>PDX1</i>	CCTTTCCCATGGATGAAGTCTAC	TTCAACATGACAGCCAGCTCC
<i>Cas9</i>	AAACAGCAGATTCGCCTGGAC	TCATCCGCTCGATGAAGCTC
Ultra conserved Mitochondrial DNA	AACAATGGGTTTCAGCTGCTT	CCCAGGCGTATTTTTGTTCT
Human mitochondria DNA	AATATTAACACAACTACCTACCT	TGGTTCTCAGGGTTTGTATAA

595

596 **RNA-seq and analysis**

597 RNA samples from freshly thawed human primary hepatocytes (SMC and AQL) or from PSC-hepatocytes
 598 were prepared with RNeasy plus micro kit (Qiagen), and 10-20 ng total RNA samples were used for
 599 constructing stranded RNA libraries with Swift RNA-seq library preparation kit and sequenced with an
 600 Illumina HiSeq 2500 sequencer with 50 base single end reads.

601

602 Human fetal liver RNA-seq (GEO accession ID: GSM3067803) was processed with RNA-seq results
 603 generated in this study. Briefly, RNA-seq reads were aligned to human (GRCh38) genome using
 604 STAR(Dobin et al., 2013) V2.7.1a. Gene counts were obtained using featureCounts(Liao et al., 2014) ,
 605 and differentiation expression analyses were performed using DEseq2(Love et al., 2014). Enhanced
 606 volcano plots were generated in RStudio. Gene set enrichment analyses were performed using
 607 GSEA(Subramanian et al., 2005) 4.0.1, and KEGG pathway enrichment analyses were performed using
 608 g:profiler (<https://biit.cs.ut.ee/gprofiler/>). BAM files were converted to normalized Bigwig files using
 609 bamCoverage from deepTools(Ramirez et al., 2014) for visualization on a customized UCSC genome
 610 browser(Kent et al., 2002) session.

611

612 **Tn5 tagmentation for ATAC-seq**

613 About 60-80 spheroids were washed with PBS, and dissociated with Accutase for about 20-25 min with
614 gentle agitation in a 37 °C water bath. Then cells were gently pipetted, and washed with William's E
615 medium with 1% BSA-fragment V. After counting, 50,000 cells were centrifugate for 5 min at 500 RCF.
616 Then the cells were washed with 50 µL cold PBC at 4°C for 500 RCF for 5 min. After removing PBS, 50
617 µL cold cell lysis buffer (for 300 µL cell lysis buffer: add 291 µL cell resuspension buffer (500 µL tris-HCl,
618 pH7.5; 125 µL 4M NaCl, 150 µL 1M MgCl₂, 49.25 ml autoclaved water), 3 µL 10% NP40 (Roche
619 11332473001), 3 µL 10% Tween-20 (Roche 11332465001), freshly add 3 µL 1:1 water diluted digitonin
620 (Promega G9441)) was added, and mixed for about 10 times, and samples were placed on ice. After 3
621 min, 1000 µL wash buffer (990 µL resuspension buffer, 10 µL 10% Tween-20) was added, and samples
622 were centrifugated at 500 RCF for 10 min at 4 °C. The clear supernatants were carefully removed with the
623 pellets intact, then 50 µL tagmentation mixture (25 µL tagmentation buffer (Illumina 15027866), 16.5 µL
624 PBS, 0.5 µL Tween-20, 0.5 µL 1:1 water diluted digitonin, 2.5 µL Tn5 transposase (Illumina 15027865), 5
625 µL H₂O) was added to each sample, and placed in a preheated 37 °C thermomixer set to 1000 rpm. After
626 30 min, the samples were placed on ice, and immediately followed by DNA extraction with MinElute kit
627 (Qiagen). DNA samples were kept at a -80 °C freezer before library preparation. ATAC-seq samples for
628 human primary hepatocytes were performed according to the procedures described above on about
629 50,000 freshly thawed primary hepatocytes.

630

631 **ATAC-seq, and analyses**

632 Library were prepared based on previous method(Buenrostro et al., 2013). After amplifying ATAC-seq
633 library of the specific cycles based on q-PCR measurements, the libraries were double-side selected (0.5-
634 1.3x) with SPRI beads (Beckman), followed by 1x selection to remove primer dimers and sequenced on a
635 Hi-seq 2500 equipment with 60 bp paired-end sequencing.

636

637 After removing adaptors with cutadapt (cutadapt -a CTGTCTCTTATA), ATAC-seq results were aligned to
638 Hg38 with bowtie2 (using "--very-sensitive --no-discordant -X 2000"). The generated SAM filers were
639 converted to BAM files, sorted, and indexed using samtools. Bigwig files were generated from BAM files
640 with bamCoverage (-of bigwig), and peak visualizations were performed in a customized session of

641 genome browser(Kent et al., 2002). The total number of reads were obtained with “samtools view -c”, and
642 reads mapped to mitochondrial genomes were removed with “samtools view | grep -v chrM”. PRC
643 duplicates were removed with picard tools (“MarkDuplicates REMOVE_DUPLICATES=true
644 VALIDATION_STRINGENCY=LENIENT”), and properly paired reads were obtained with samtools
645 (“samtools view -h -b -F 1804 -f”). Then reads were shifted (+4 for the forward strand, -5 for the reverse
646 strand) by deeptools (“alignmentSieve --numberOfProcessors 8 --ATACshift”), and blacklist
647 (hg38.blacklist.bed.gz) were used to filter unspecific reads. Post alignment quality controls were
648 performed with ATACseqQC. TSS enrichment scores were calculated with Encode ATAC-seq pipeline
649 (caper run atac.wdl). Fragment length were visualized with Picard CollectInsertSizeMetrics or deeptools
650 bamPEFragmentSize, and reads enrichments were visualized with ngs.plots. ATAC-seq peaks were
651 called with macs2(Zhang et al., 2008) (macs2 callpeaks -f BAMPE -q 0.001 --nomodel -g hs --keep-dup
652 all --cutoff-analysis), and fraction of reads in peaks (FRiP) were performed with BEDTools(Quinlan and
653 Hall, 2010) and SAMtools(Li et al., 2009) (bedtools sort -i peaks.narrowPeak| bedtools merge -i stdin |
654 bedtools intersect -u -nonamecheck -a /final.shifted.bam -b stdin -ubam | samtools view -c). Motif
655 analyses were performed using homer(Heinz et al., 2010) (findMotifsGenome.pl hg38 -size 200 -mask).
656 The analyses of overlapping between THRB-FLAG ChIP-seq (peaks were called from GSM2534017
657 using the ChIP-seq analysis methods described below) and ATAC-seq peaks were performed using
658 BEDTools.

659

660 **Chromatin accessibility measurements with ATAC-seq library and q-PCR.**

661 Control PSC-hepatocytes or T3 treated PSC-hepatocytes were tagmented, and tagmented DNA
662 samples were purified and subjected to library preparation as described above. The amplified DNA were
663 purified with MinElute purification kit (Qiagen), and DNA samples (about 0.5-1ng DNA for each sample)
664 were subjected to q-PCR analysis with the following primers identified with ATAC-seq peaks.

665 A chromatin accessible peak at the *ACTB* locus: F: GCAAAGGCGAGGCTCTGTG; R:

666 CCGTTCCGAAAGTTGCCTTTTATG.

667 A chromatin accessible peak at the 3' of *AFP* locus: F: TTGAGGGAACGAAAGGGTGG; R:

668 TTGCCCATGCTCCGTATCTC.

669 The proximal enhancer of the *CYP3A4* locus: F: CTTGCTGACCCTCTGCTTTCC; R:

670 CTCATGAGGCTGCTTGAACCG.

671 A chromatin accessible peak encompassing the rs12740374 SNP: F:

672 GTTTGCTCAGTTGCTGACCCAAAAG; R: CCACATCACAGCAAAGAAGCGCAAC. The delta cT valued

673 (cT-*ACTB* cT) were used to compare control samples and T3 treated samples to quantify relative

674 chromatin accessibility.

675

676 **Formaldehyde crosslinking, chromatin sonication, H3K27Ac ChIP-seq, and analysis**

677 Crosslinking and ChIP-seq were performed as described (Lee et al., 2006) with modifications described

678 below. Formaldehyde buffer (11% formaldehyde (Tousimis 1008A), 0.5 mM pH8 EGTA, 1 mM pH8

679 EDTA, 100 mM NaCl, 50 mM pH7.5 HEPES-KOH) was added to cell culture plate at 1:10 ratio to PSC-

680 hepatocytes (2D) from about 4 6-well plates. Cells were crosslinked with for 10 min at room temperature

681 followed by 5 minutes quenching with glycine at room temperature. Cells were collected by scraping and

682 centrifuged for 5 min at 800 RCF at 4°C. After PBS wash twice, the cell pellets were flash frozen in liquid

683 nitrogen and stored in a -80 °C freezer until sonication.

684

685 PSC-hepatocytes spheroids were resuspended in 10 ml medium in a 15 ml conical tube, and 1 ml

686 crosslinking solution was added, and the tube was put on a 70 rpm horizontal rocker for 10 min at room

687 temperature. Then 0.5 ml 2.5 M glycine solution was added, and quenched for 5 min by putting on the

688 shaker with the same setting. Then organoids were pelleted by 800 RCF centrifugation for 2 min at 4°C,

689 and solutions were removed. The organoids pellets were moved to a 1.5 ml tube, washed with 4 °C PBS,

690 and pelleted by 800 RCF centrifugation for 5 min at 4°C, and repeated wash once. Then PBS was

691 removed and the crosslinked cell pellets were snap frozen in liquid nitrogen, and stored in -80 °C freezer.

692 Primary hepatocytes were crosslink similarly.

693

694 Crosslinked material was resuspended in 0.1% SDS (50mM Tris-HCl (pH 8), 10mM EDTA) and sonicated

695 for 5min with a Covaris E220 instrument (5% duty cycle, 140 Peak Incident Power, 200 cycles per burst,

696 1ml AFA Fiber milliTUBEs). Soluble chromatin (5 µg) is immunoprecipitated with Protein A/G Dynabeads

697 (Thermo Fisher Scientific, 10002D, 10004D) and 10µg of H3K27ac (Diagenode, C15410196). ChIP-seq

698 libraries were constructed using Accel-NGS 2S DNA library kit from Swift Biosciences. Fragments of the
699 desired size were enriched using AMPure XP beads (Beckman Coulter). Libraries were sequenced on an
700 Illumina NovaSeq 6000 instrument with 50 bp paired-end sequencing.

701

702 ChIP-seq datasets were aligned using bowtie (Langmead et al., 2009) to the hg38 reference genome
703 using only the standard chromosomes (i.e. chr1 through chr19, chrX, chrY and chrM) with parameter `-k 1`
704 `-m1 -best` and `-l` set to read length.

705

706 Peaks were called using MACS (Zhang et al., 2008) with parameters `-p 1e-9 -keep-dup=auto` and input
707 control. These files were subsequently normalized to the millions of mapped reads and displayed in the
708 UCSC Genome Browser (Kent et al., 2002). Peaks from H3K27Ac ChIP-Seq were used for super-
709 enhancer analyses were performed using ROSE (Whyte et al., 2013)

710 (https://bitbucket.org/young_computation/rose) with parameters `-s 12500 -t 2000`. Stitched enhancers

711 were assigned to the single expressed RefSeq gene whose transcription start site was nearest the center
712 of the stitched enhancer.

713

714 **Enrichment analysis of liver-disease associated SNPs**

715 Stratified LD score regression (Furuyama et al., 2019) was used to summary statistics from 10 GWAS
716 studies – ALP, ALT, AST, and GGT (Chambers et al., 2011); HDL, LDL, TC and TG (Willer et al., 2013);
717 T2D and T2D stratified by BMI (Mahajan et al., 2018) combined with chromatin data from the tissue
718 samples of the Roadmap Epigenomics and ENCODE projects (Consortium, 2012; Roadmap
719 Epigenomics et al., 2015). Analyses were performed as described (Furuyama et al., 2019), using LDSC
720 v1.0.1 to compare cell types in a model also containing the full baseline model v1.2 annotations.

721

722 **Quantification of intracellular urea**

723 Urea quantification was performed with a urea measurement kit (abcam-ab83362). CellTiter-Glo 3D Cell
724 Viability Assay (Promega G9681) were used for normalization.

725

726 **Mice and splenic injection of human PSC-differentiated hepatocyte-like cells**

727 Immunodeficient NOD.Cg-*Prkdc*^{scid} *Il2rg*^{tm1Wjl}/SzJ (NSG) mice were obtained from the Jackson Laboratory
728 and housed in autoclaved cages with autoclaved food and water in environmentally controlled rooms at
729 the Whitehead Institute animal facility. Human PSC differentiated hepatocytes spheroids were washed
730 with PBS, then digested with Accutase in a 37 °C water bath for about 20 min with agitation every 3-5
731 min. The samples were gently pipetted with a 1 mL pipettor for better dissociation and washed with RPMI-
732 1640 medium with 1% BSA-fragment V. The dissociated cells were counted with Countess, resuspended
733 in RPMI-1640 medium and kept on ice until transplantation. NSG recipient mice (2-3 months) were
734 anesthetized with avertin before lateral incisions were made to expose the spleens. About 0.5-1 million
735 cells in about 100 µL RPMI-1640 medium were injected to a spleen of with a 1 ml syringe and a 23-gauge
736 needle. Then the peritoneum and skin were closed with suture and wound clips respectively. The
737 transplanted mice were examined 3 days after transplantation. At 1 month or 6 months post
738 transplantation, transplanted mice were sacrificed and liver tissues were fixed in 10% buffer neutralized
739 formalin solution overnight at 4 °C before tissue processing and paraffin embedding. All mice experiments
740 were in accordance with the protocols approved by the Animal Research Regulation Committee at the
741 Whitehead Institute and guidelines from the Department of Comparative Medicine at Massachusetts
742 Institute of Technology.

743

744 **Immunofluorescence staining**

745 Five-micron paraffin slices from FFPE mouse tissue samples were generated with a microtome (Leica)
746 and attached to glass slides. The antigen retrieval and immunofluorescence staining procedures were
747 performed similarly as described above.

748

749 Human PSC differentiated hepatocytes spheroids were washed with PBS, and fixed in freshly prepared
750 4% PFA for 2 hours at room temperature on a rocking platform, followed by wash with PBS twice.
751 Samples were embedded in paraffin followed by tissue processing describe above. The thin sections
752 were deparaffinized followed by antigen retrieval, and blocked with PBS with 0.1% Tween, and 5%
753 donkey serum for 1 hour at room temperature, and incubated with primary antibodies overnight at 4 °C
754 (1:100 mouse anti CYP3A4 antibody, Life Technologies MA5-17064, 1:100 goat anti Albumin antibody,
755 Bethyl A80-229A).

756

757 For wholemount staining, the spheroids were fixed as above, followed by incubation in PBS for 20 min,
758 then PBS with 0.5% Tx100 for 20 min. Afterwards, the samples were blocked in PBS with 0.1% Tween
759 and 5% donkey serum for 1 hour, followed by overnight incubation with primary antibody overnight at 4 °C
760 (1:100 rabbit-anti-HNF4A Cell signaling 3113S; 1:250 mouse anti-AFP antibody, Sigma A8452; 1:100
761 mouse anti CYP3A4 antibody, Life Technologies MA5-17064, 1:100 goat anti Albumin antibody, Bethyl
762 A80-229A). The washing, secondary antibody incubation, DAPI staining, mounting and imaging steps
763 were similar as described above.

764

765 **Plasmids**

766 The *CYP3A4* proximal enhancer was predicted based on ATAC-seq datasets. E-crispr ([http://www.e-](http://www.e-crisp.org/E-CRISP/)
767 [crisp.org/E-CRISP/](http://www.e-crisp.org/E-CRISP/)) was used to design sgRNAs targeting the boundaries of *CYP3A4* enhancer. To
768 generate sgRNA constructs targeting *CYP3A4* proximal enhancer, the annealed products of
769 CACCGGCACATGGTAAACACTAAGA and AAACCTCTTAGTGTTTACCATGTGCC were ligated to BbsI
770 linearized Cas9-cherry plasmid to generate 330-cherry-*CYP3A4*-enhancer-L-sgRNA. Similarly, the
771 annealed products of CACCGGAAACTCATGTCCCAATTAA and AAACCTTAATTGGGACATGAGTTTCC
772 were ligated to BbsI linearized Cas9-BFP to generate 330-BFP-*CYP3A4*-enhancer-R-sgRNA.

773

774 The larger fragment from restriction digestion of pAAVS1-PDi-CRISPRn (Addgene 73500) using AgeI and
775 PacI was ligated to annealed DNA from two oligoes:

776 TAACTTAGGTACCATCCTGCAGGATGGCCGGCCATA and

777 CCGGTATGGCCGGCCATCCTGCAGGATGGTACCTAAGTTAAT. Then the ligated plasmid was

778 digested with KpnI and ClaI, and the dCas9-VP64 (from Addgene 61422) and MS2-p65-HSF1 (from

779 Addgene 61423) fragments were inserted to generate a doxycycline (DOX) inducible CRISPR activation

780 *AAVS1* targeting construct.

781

782 To generate sgRNA construct targeting *PDX1* promoter for gene activation, the annealed products of

783 CACCGGCAGGTGCTCGCGGGTACCT and AAACAGGTACCCGCGAGCACCTGCC were ligated to

784 BsmBI linearized lenti sgRNA(MS2)_zeo backbone (Addgene 61427). Similarly, the annealed products

785 from CACCGGATTCACCTGGGGTCAACAC and AAAGTGTGACCCCAGGTGAATCC were ligated to
786 BsmBI linearized and purified lenti sgRNA_zeo backbone (Addgene 61427) to target proximal enhancer
787 of *CYP3A4*.

788

789 **Statistics**

790 Data are expressed as the mean \pm s.e.m. or mean \pm standard errors, as indicated in the figure legends
791 with n and statistical tests. All data are representative of at least two independent experiments (except for
792 ATAC-sequencing). Statistical analyses were performed using Prism 8 software (GraphPad), and
793 statistical significance was reached when $P \leq 0.05$.

794

795 **Data availability**

796 DNA constructs reported in this study are available from Addgene (plasmid ID: 176836-176841).
797 Genetically modified cells used in this study will be available from the corresponding author with an MTA.
798 Next generation sequencing (NGS) data of this study were submitted to the Gene Expression Omnibus
799 (GSE185360).

800

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812

813 **Author contributions**

814 R.J., R.A.Y., L.G.G., and H.W.L. supervised the research. R.J. and H.M. wrote the manuscript. H.M., E.Z.,
815 Y.G., P.C., S.S., and D.F. performed experiments. H.M., P.T., Y.G., M.B., A.D., and B.A. analyzed results.
816 J.F.J. provided advice and edited the manuscript. C.G.E edited the manuscript. T.L. provided advice. L.G.
817 provided primary hepatocytes.

818

819 **Declaration of interests**

820 R.J. is a cofounder of Fate, Fulcrum, and Omega Therapeutics and an advisor to Dewpoint and Camp4
821 Therapeutics. R.A.Y. is a founder and shareholder of Syros Pharmaceuticals, Camp4 Therapeutics,
822 Omega Therapeutics, and Dewpoint Therapeutics. J.F.J. and M.B. are employees of Novo Nordisk A/S.
823 T.L. is a shareholder of Syros Pharmaceuticals and a consultant to Camp4 Therapeutics. The remaining
824 authors have no competing interests.

825

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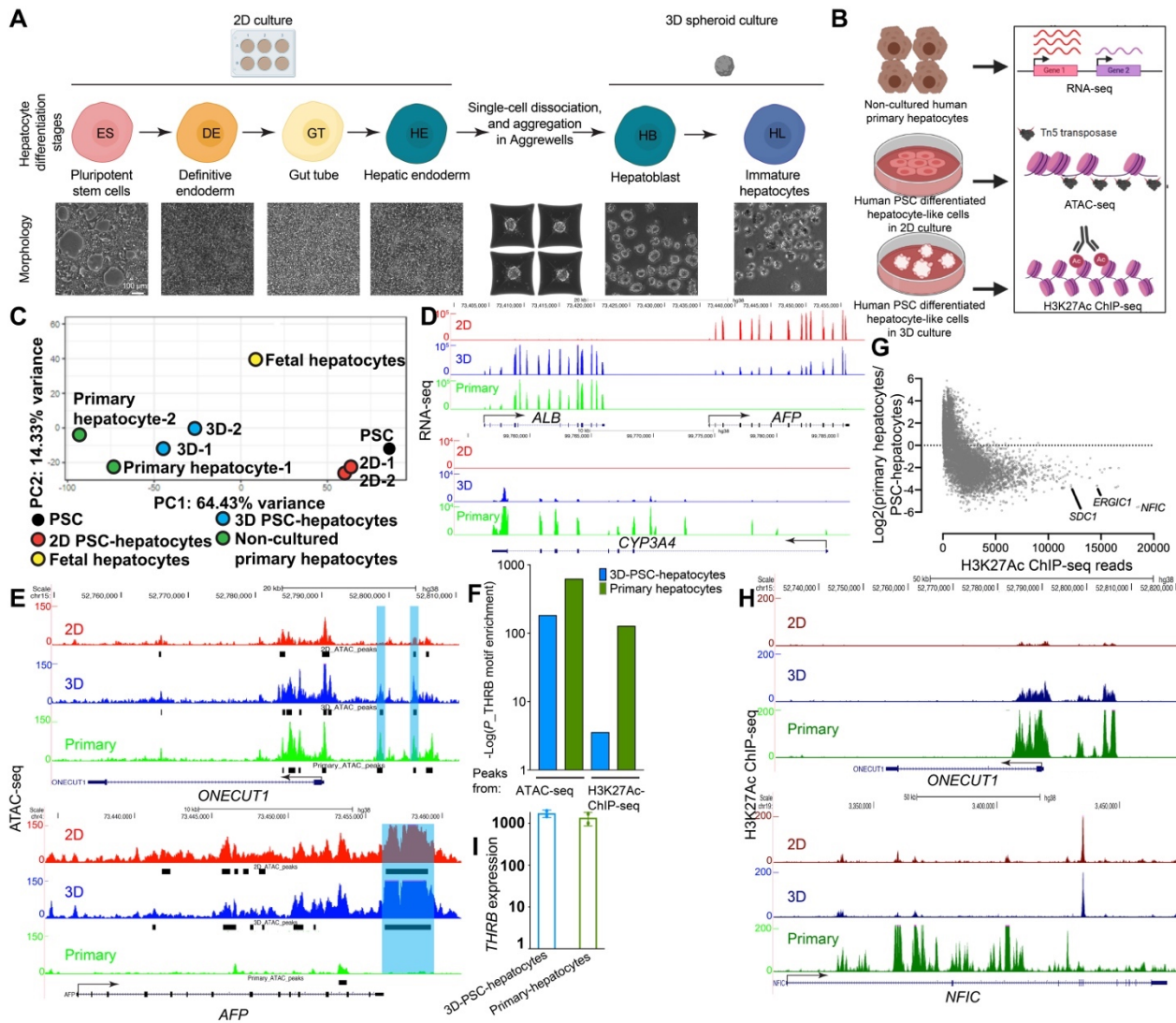
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1011 **Fig. 1. Regulome analysis identified differences in THR β motif enrichment in accessible DNA and**
 1012 **active enhancers between primary hepatocytes and PSC-differentiated hepatocytes.**

1013 (A) Development of a spheroid-based hepatocytes differentiation system from hPSC.

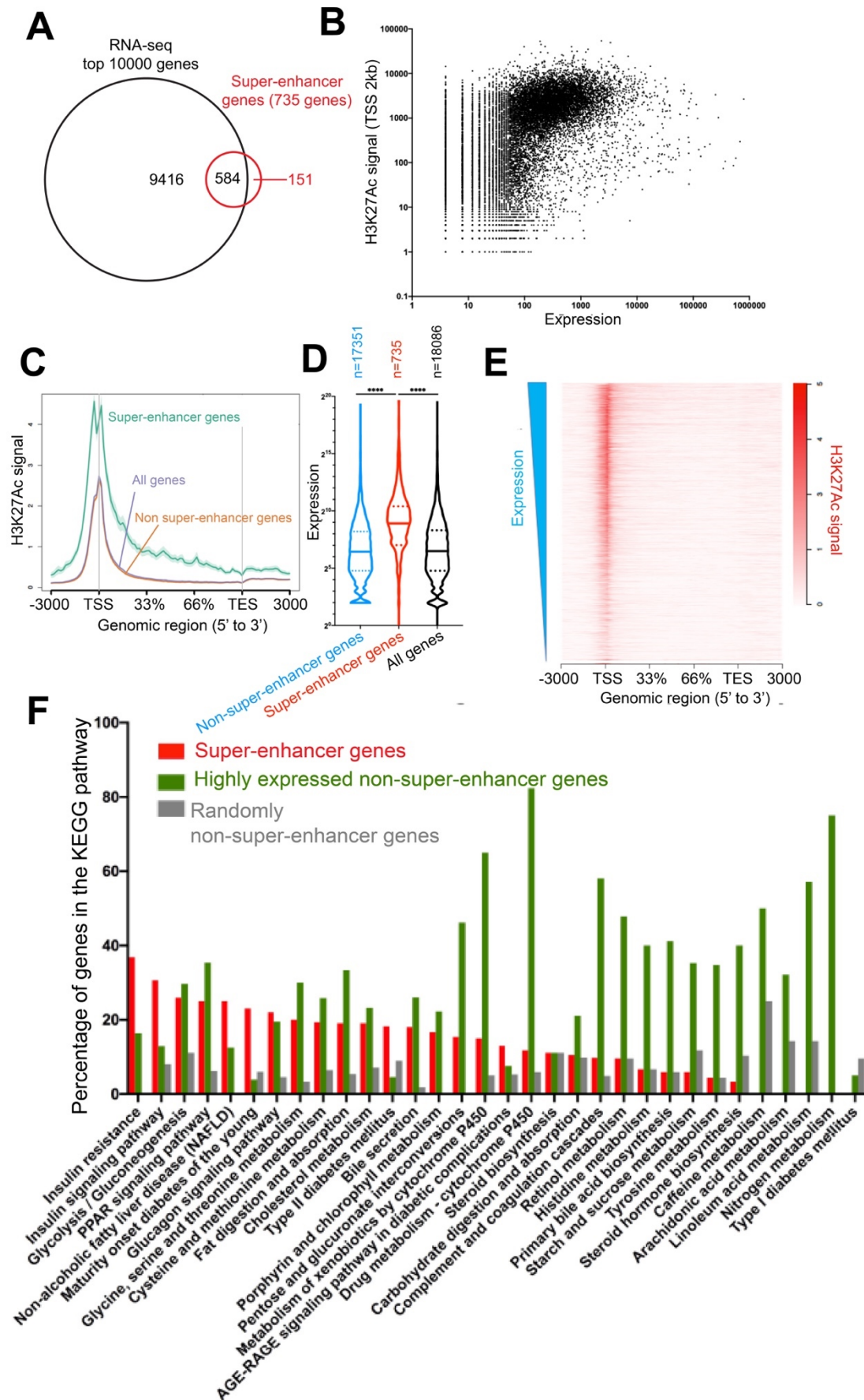
1014 (B) A cartoon diagram of experimental design. Uncultured primary hepatocytes, 2D PSC-hepatocytes, and
 1015 3D PSC-hepatocytes were subjected to RNA-seq, ATAC-seq, and H3K27Ac ChIP-seq.

1016 (C) Principal component analysis (PCA) of 2D hPSC-hepatocytes, 3D hPSC-hepatocytes, uncultured
 1017 primary hepatocytes, and fetal hepatocytes.

1018 (D) Genome browser gene tracks representing RNA-seq results of the *ALB*/*AFP* and *CYP34* loci from 2D
 1019 PSC-hepatocytes (2D), 3D PSC-hepatocytes (3D), and primary hepatocytes (Primary).

1020 (E) ATAC-seq tracks of *ONECUT1* and *AFP* loci from 2D PSC-hepatocytes (2D), 3D PSC-hepatocytes
 1021 (3D), and primary hepatocytes (3D).

1022 (F) Enrichment of *THRB* motifs ($-\log P$) in the ATAC-seq peaks and H3K27Ac ChIP-seq peaks in 3D-PSC-
1023 hepatocytes (blue) and primary hepatocytes (green).
1024 (G) Differential analysis of H3K27Ac ChIP-seq between primary hepatocytes and PSC-hepatocytes.
1025 (H) H3K27Ac ChIP-seq tracks of *ONECUT1* and *NFIC* loci from 2D PSC-hepatocytes (2D), 3D PSC-
1026 hepatocytes (3D), and primary hepatocytes (3D).
1027 (I) Expression of *THRB* in 3D PSC-hepatocytes and primary hepatocytes. Data showing mean \pm standard
1028 error, $n=2$.
1029 The scale bar in (A): 100 μm .
1030



1032 **Figure. 2. Correlation between gene expression and H3K27Ac ChIP-seq signals.**

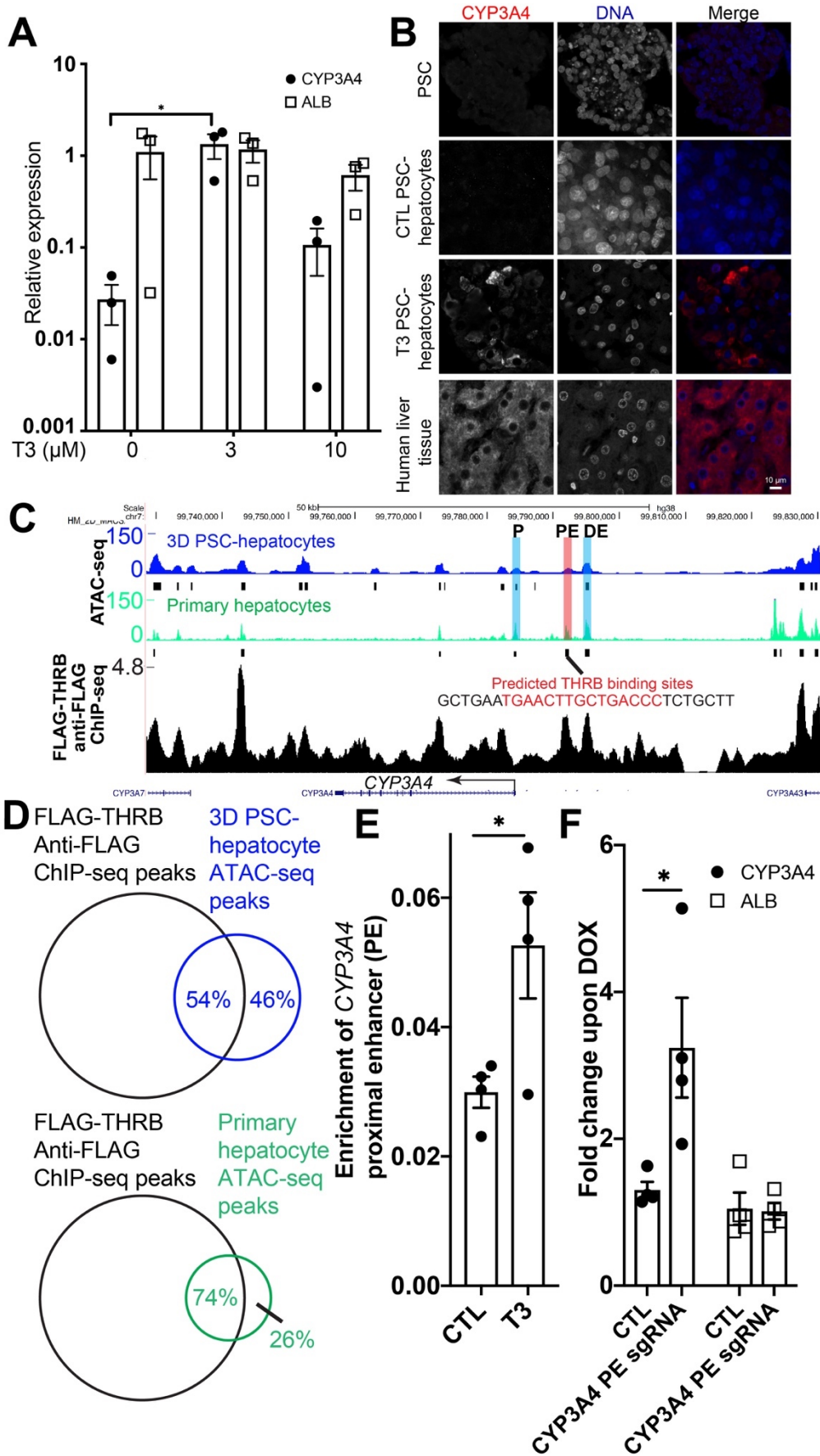
1033 (A) Overlapping between super-enhancer genes and top 10000 expressed genes from RNA-seq from
1034 primary hepatocytes.

1035 (B-E) Correlation between gene expression and H3K27Ac ChIP-seq signals.

1036 (F) Super-enhancer genes list was used to query KEGG database, and proportion of super-enhancer
1037 genes in the pathways were plotted (red bars). A list of highly expressed genes that are not super-
1038 enhancer genes were subjected to the same analysis and proportion of highly expressed non-super-
1039 enhancer genes in the pathways were plotted (green bars). Randomly selected genes were used as a
1040 control (grey bars).

1041

1042



1044 **Figure 3. Thyroid hormone depended upregulation of *CYP3A4* transcription is mediated by binding of**
1045 **THR β to the proximal enhancer of *CYP3A4*.**

1046 (A) Effects of T3 on *CYP3A4* and *ALB* expression in PSC-hepatocytes differentiated in 3D spheroids
1047 cultures. Plotted data are mean \pm s.e.m., $n=3$. * denotes $P<0.05$, two-sided Student's t test.

1048 (B) Immunofluorescence with an anti-*CYP3A4* antibody (red) on undifferentiated PSCs, control 3D PSC-
1049 hepatocytes, T3 treated 3D PSC-hepatocytes, and human liver tissue.

1050 (C) ATAC-seq track of the *CYP3A4* locus was overlaid with anti-FLAG ChIP-seq data (GEO:
1051 GSM2534017) from THR β -FLAG HepG2 cells (HepG2 cells with FLAG tagging to the endogenous *THR β*
1052 gene). The promoter and two 5' enhancer elements of *CYP3A4* were denoted as P, PE (proximal enhancer),
1053 and DE (distal enhancer).

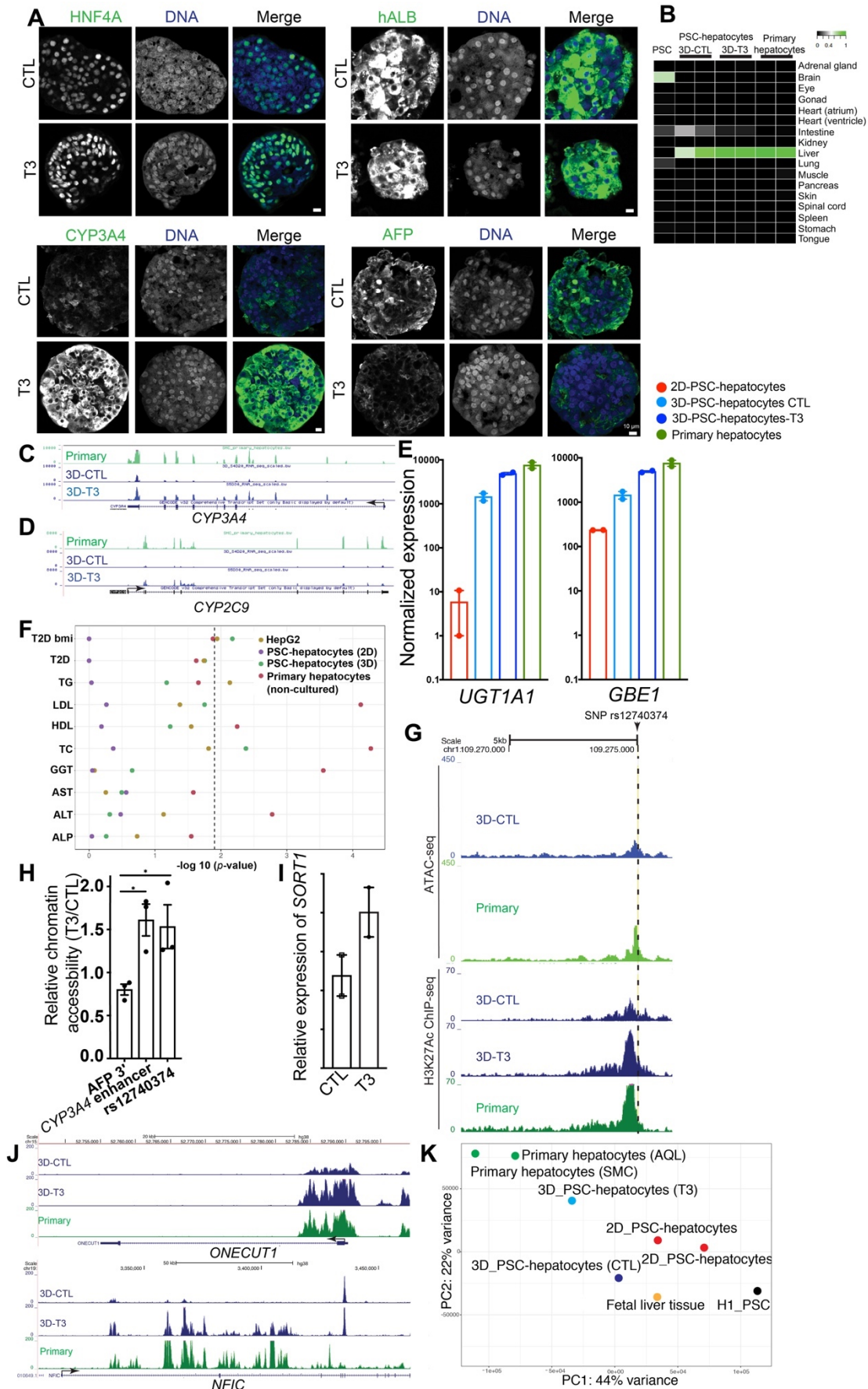
1054 (D) Overlapping of THR β ChIP-seq and ATAC-seq peaks from 3D PSC-hepatocytes (top panel) and primary
1055 hepatocytes (bottom panel). The percentage of ATAC-seq peaks that overlapped with THR β ChIP-seq
1056 peaks were labelled.

1057 (E) THR β -FLAG HepG2 cells were cultured with T3 or not (CTL), followed by cut-and-run experiment with an
1058 anti-FLAG antibody. The isolated DNA from MNase-proteinA treated cells were purified and subjected to q-
1059 PCR analysis with primers spanning *CYP3A4* proximal enhancer (PE in c). Plotted data are mean \pm s.e.m.,
1060 $n=4$. * denotes $P<0.05$, two-sided Student's t test.

1061 (F) DOX-inducible CRISPR activation H1 human PSCs were transduced with control sg lentivirus (CTL) or
1062 lentivirus encoding sg RNA targeting *CYP3A4* proximal enhancer (PE). DOX was added to differentiated
1063 hepatocyte-like cells for about 2 days, and RNA samples from cells were subjected to q-RT-PCR analysis
1064 with *CYP3A4* primers (closed circles) and *ALB* primers (open squares). Plotted data are mean \pm s.e.m., $n=4$.
1065 * denotes $P<0.05$, two-sided Student's t test.

1066 The scale bar in b: 10 μ m.

1067



1069 **Figure 4. Generation of PSC-hepatocytes with advanced maturity by modulating thyroid hormone**
1070 **signaling.**

1071 (A) Immunofluorescence staining of anti-HNF4A, human Albumin (ALB), CYP3A4, and AFP antibodies in
1072 control PSC-hepatocytes (CTL) and PSC-hepatocytes treated with T3.

1073 (B) KeyGenes analysis of gene expression comparison of 3D control PSC-hepatocytes, 3D PSC-
1074 hepatocytes treated with T3, and primary hepatocytes.

1075 (C-D) Genome browser gene tracks representing RNA-seq results of the *CYP3A4* (c) and *CYP2C9* (d) loci
1076 from primary hepatocytes (Primary), control 3D PSC-hepatocytes (3D-CTL), and 3D PSC-hepatocytes
1077 treated with T3 (3D-T3).

1078 (E) Expression of *UGT1A1* and *GBE1* in 2D-PSC-hepatocytes (red), control 3D-PSC-hepatocytes (light
1079 blue), T3 treated 3D-PSC-hepatocytes (dark blue), and primary hepatocytes (green). Plotted data are mean
1080 \pm standard error, $n=2$.

1081 (F) Comparison of enrichment of GWAS signal in open chromatin in 2D- PSC-hepatocytes, 3D-PSC-
1082 hepatocytes, and primary hepatocytes versus open chromatin across all ENCODE and Roadmap
1083 Epigenomic tissues for a set of liver-relevant diseases and traits. Dotted line indicates $P < 0.05$ and colors
1084 denote the hepatocyte cell type tested.

1085 (G) ATAC-seq tracks (top panel) and H3K27Ac ChIP-seq tracks (bottom panel) of the region surrounding a
1086 common non-encoding SNP rs12740374 that regulates *SORT1* expression in hepatocytes and plasma LDL-
1087 C levels.

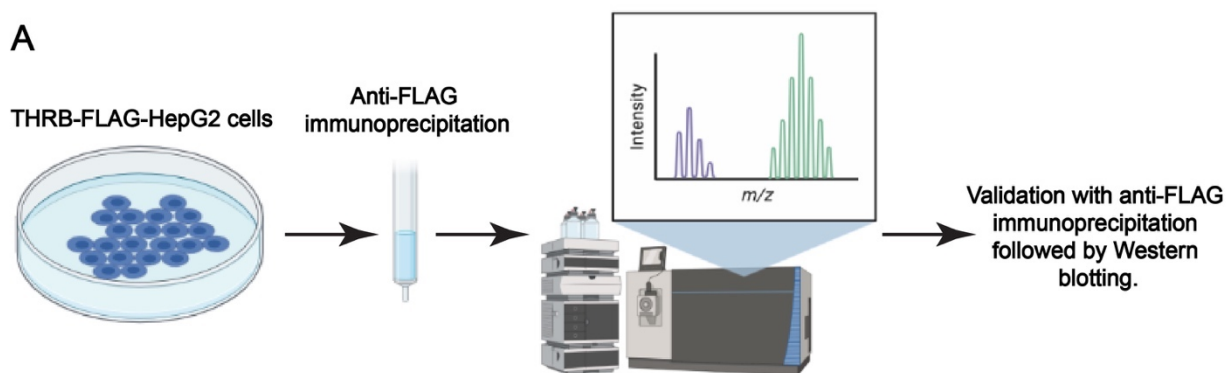
1088 (H) Relative chromatin accessibility of *AFP* 3' chromatin accessible peak, *CYP3A4* proximal enhancer peak,
1089 rs12740374 peak from ATAC-seq libraries were measured by normalization to an *ACTB* chromatin
1090 accessible peak with using quantitative-PCR. The ratio of PSC-hepatocytes treated with T3 compared to
1091 control PSC-hepatocytes were plotted as mean \pm s.e.m. ($n=3$).

1092 (I) Upregulation of *SORT1* expression by T3 treatment. Data shown are mean \pm standard error, $n=2$.

1093 (J) Gene tracks representing H3K27K27 ChIP-seq data of the *ONECUT1* and *NFIC* loci of control PSC-
1094 hepatocytes (3D-CTL), T3 treated PSC-hepatocytes (3D-T3) and primary hepatocytes (Primary).

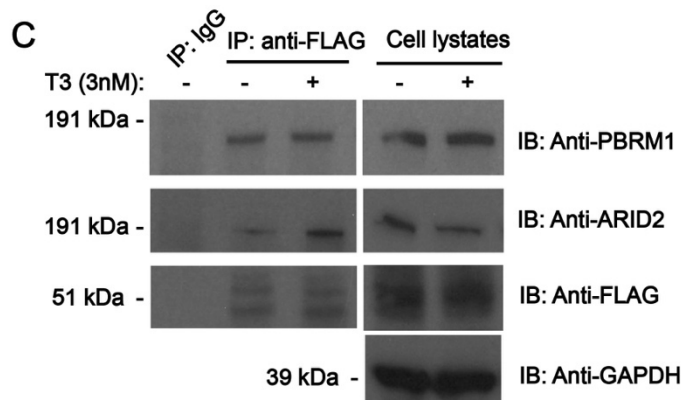
1095 (K) PCA analysis of super-enhancers from H1 PSC, fetal liver tissue, 2D PSC-hepatocytes, 3D PSC-
1096 hepatocytes treated with T3 (T3), control 3D PSC-hepatocytes (CTL), and primary hepatocytes (AQL and
1097 SMC). Scale bars in a: 10 μ m.

1098



B

Nuclear protein types	Number of identified proteins	Identified proteins
pBAF components	4	ARID2, PBRM1, SMARCC1, SMARCC2
Heterogeneous nuclear ribonucleoproteins	5	HNRNPB, HNRNPC, HNRNPH, HNRNPM, HNRNPU
Transcription initiation factors	6	TAF1, TAF4, TAF5, TAF7, TAF10, TAF13
Others	4	TARDBP, CAND1, MCMBP, CBX1



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1100 **Figure 5. Interactions between THRβ and pBAF components in THRβ-FLAG HepG2 cells.**

1101 (A) Experimental design to identify THRβ-binding proteins by immunoprecipitation with anti-FLAG

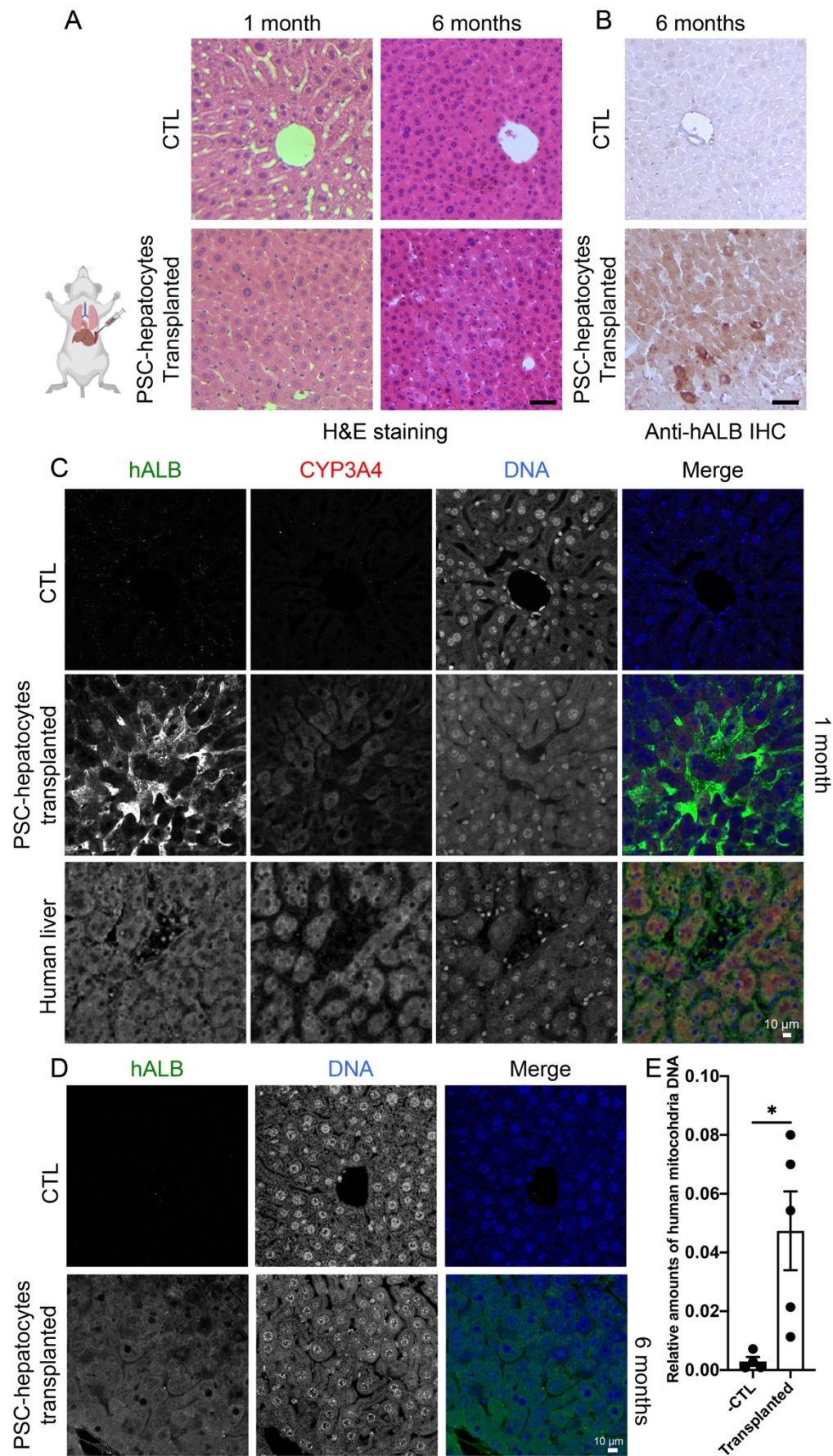
1102 antibody in THRβ-FLAG HepG2 cells followed by mass-spectrometry and IP-Western blotting analysis.

1103 (B) Identification of high confidence nuclear proteins co-immunoprecipitated with THRβ-FLAG ($P < 0.01$).

1104 (C) Control THRβ-FLAG HepG2 cells or cells treated with 3 nM T3 for 1 day were lysed and subjected to

1105 anti-FLAG immunoprecipitation and Western blotting with pBAF components PBRM1 and ARID2.

1106



1107

1108 **Figure 6. Engraftment of 3D PSC-hepatocytes into undamaged mouse liver.**

1109 (A) H&E staining of liver from control mice (top panels) or from mice with splenic transplantation of

1110 dissociated human 3D PSC-hepatocytes (bottom panels) at 1 month post transplantation (left panel) or 6

1111 months post transplantation (right panels).

1112 (B) Anti-human albumin (hALB) immunohistochemistry of liver from control mice (top panels) or from

1113 transplanted mice (bottom panels) at 6 months post transplantation.

1114 (C) Immunofluorescence with an anti-human albumin (hAlbumin) antibody (green) and an anti-CYP3A4

1115 antibody (red) on control mouse liver (top panel), liver from transplanted mice (middle panel) 1 month post

1116 transplantation, or human liver (bottom panel).

1117 (D) Immunofluorescence with an anti-human albumin antibody staining (green) of control mouse liver (top

1118 panel), or liver from transplanted mice (bottom panel) 6 months post transplantation.

1119 (E) Quantification of human mitochondrial DNA from DNA samples isolated from slices from control mice

1120 or transplanted mice. Plotted data are mean \pm s.e.m., $n=4$ for control, $n=5$ for transplanted mice. *

1121 denotes $P<0.05$, two-sided Student's t test.

1122 Scale bars in (A) and (B): 50 μm . Scale bars in (C) and (D): 10 μm .