Supporting Text

Detailed Learning Rule and Parameters. The 100 excitatory synapses follow the calcium-dependent plasticity rule,

$$
\frac{dw_i}{dt} = \eta ([Ca]_i) [\Omega ([Ca]_i) - \lambda w_i], \qquad (1)
$$

where w_i is the weight of synapse *i*, $i = 1, 2, ..., 100$. The learning curve Ω is a difference of sigmoids,

$$
\Omega([\text{Ca}]_i) = \sigma([\text{Ca}]_i, \alpha_1, \beta_1) - 0.5 \times \sigma([\text{Ca}]_i, \alpha_2, \beta_2),\tag{2}
$$

with $\sigma(x, a, b) = \exp(b(x - a)) / [1 + \exp(b(x - a))]$ and $(\alpha_1, \beta_1, \alpha_2, \beta_2) = (0.25, 60, 0.4, 20)$. The precise shape of Ω does not qualitatively affect the results of our simulations, as long as the U-shaped dependence on calcium is maintained. The learning rate η depends linearly on calcium, η ($[Ca]_i$) = 2 × 10⁻⁵ $[Ca]_i$, so potentiation occurs faster than depression. For the sake of simulation times, we set η $([Ca]_i) = 2 \times 10^{-3}$ [Ca]_{*i*} in the simulations showing input selectivity. We have verified that the fixed point is not altered as long as the rate of homeostasis is multiplied by the same factor. Finally, $\lambda = 0.005$ is the synaptic decay.

The local NMDAR-mediated calcium concentration follows a first-order linear differential equation,

$$
\frac{d[\text{Ca}]_i}{dt} = I - \frac{[\text{Ca}]_i}{\tau},\tag{3}
$$

where *I* is the *N*-methyl-D-aspartate (NMDAR) calcium current and $\tau = 20$ ms is the calcium passive decay time constant. *I* depends on the association between presynaptic spike times and postsynaptic depolarization level as $I_i = gf_i(t)H(V)$, where *f* describes the dynamics of the glutamate-receptor interaction, *H* describes the voltage-dependent

magnesium-block of the NMDAR, and *g* is the NMDAR conductance. Upon a prespike, *f* reaches its peak value of one. 70% of this value decays with a fast time constant τ_f^N = 50ms and the remainder decays with a slower time constant $\tau_s^N = 200$ ms. *H* is given by

$$
H(V) = \frac{V - V_{rev}}{1 + e^{-0.062V} / 3.57},
$$
\n(4)

with reversal potential for calcium $V_{\text{rev}} = 130 \text{ mV}$. The contribution of the local depolarization to the *H*-function is negligible compared to the back-propagating action potentials (BPAP), so here we use $V = V_{\text{rest}} + \text{BPAP}(t)$.

Integrate-and-Fire Model. An integrate-and-fire model simulates the dynamics of the somatic membrane potential

$$
\frac{dV_m(t)}{dt} = \frac{1}{\tau_m} \{ V_{rest} - V_m(t) + G_{ex}(t) [V_{ex} - V_m(t)] + G_m(t) [V_m - V_m(t)] \},
$$
\n(5)

where $\tau_m = 20$ ms is the membrane time constant, $V_{ex} = 0$, $V_{in} = 65$ mV and V_{rest} is the resting membrane potential. To simulate spike-frequency adaptation, V_{rest} is decreased by 2 mV upon a postsynaptic spike and decays back to the baseline value of -65 mV, with a time constant of 100 ms. If a presynaptic spike arrives at the excitatory [inhibitory] synapse *i*, $G_{ex[in]}(t) = G_{ex[in]}(t)(t-1) + s_i g_{ex[in]}^{\text{max}}$, otherwise, G_{ex} and G_{in} decay exponentially with a time constant $\tau_g = 5$ ms. For excitatory synapses, $(s_i, g_{ex}^{max}) = (w_i, 0.03)$, while for inhibitory synapses, $(s_i, g_{in}^{max}) = (1, 0.1)$. If V_m reaches the firing threshold of –55 mV, a postsynaptic spike is generated and BPAP(*t*) is updated to its peak value of 42 mV. 75% of this value decays rapidly ($\tau_f^B = 3$ ms) and the remainder decays slowly ($\tau_s^B = 35$ ms).

Implementation of Stabilization. The biophysical model of stabilization can be implemented through a kinetic model for insertion and removal of NMDARs:

$$
g \xrightarrow{\frac{k_{-}(V-V_{rest})^2}{\leftarrow}} g_u,
$$
\n
$$
(6)
$$

where *g* is the amount of NMDARs at the synapses, *gu* is the amount of unused NMDARs from the internal pool, $k(V-V_{\text{rest}})^{\alpha}$ and k_{+} are the kinetic constants of removal and insertion, respectively. As before, $V = V_{\text{rest}} + \text{BPAP}(t)$. If the number of receptors is proportional to their effective conductance, we can write the dynamic equation for the NMDAR conductance,

$$
\frac{dg}{dt} = -\left[k_{-}(V - V_{rest})^{2} + k_{+}\right]g + k_{+}g_{t},\tag{7}
$$

with the normalization factor $g_t = g + g_u$, $g_t = 4.5 \times 10^{-3}$ μ M/(μ V.ms), $k = 8 \times 10^{-9}$ ms⁻¹ and $k_+ = 8 \times 10^{-7}$ ms⁻¹, except for the input selectivity simulations for which $k = 8 \times 10^{-7}$ ms^{-1} , $k_{+} = 8 \times 10^{-5} \text{ ms}^{-1}$ (see above). The results are not sensitive to the detailed functional form of the voltage-dependent transition rate.

1. Jahr, C. E. & Stevens, C. F. (1990) *J. Neurosci.* **10,** 3178-3182.