



# Human iPSC-Derived Astroglia from a Stable Neural Precursor State Show Improved Functionality Compared with Conventional Astrocytic Models

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## SUMMARY

*In vivo* studies of human brain cellular function face challenging ethical and practical difficulties. Animal models are typically used but display distinct cellular differences. One specific example is astrocytes, recently recognized for contribution to neurological diseases and a link to the genetic risk factor apolipoprotein E (APOE). Current astrocytic *in vitro* models are questioned for lack of biological characterization. Here, we report human induced pluripotent stem cell (hiPSC)-derived astroglia (NES-Astro) developed under defined conditions through long-term neuroepithelial-like stem (ItNES) cells. We characterized NES-Astro and astrocytic models from primary sources, astrocytoma (CCF-STTG1), and hiPSCs through transcriptomics, proteomics, glutamate uptake, inflammatory competence, calcium signaling response, and APOE secretion. Finally, we assess modulation of astrocyte biology using APOE-annotated compounds, confirming hits of the cholesterol biosynthesis pathway in adult and hiPSC-derived astrocytes. Our data show large diversity among astrocytic models and emphasize a cellular context when studying astrocyte biology.

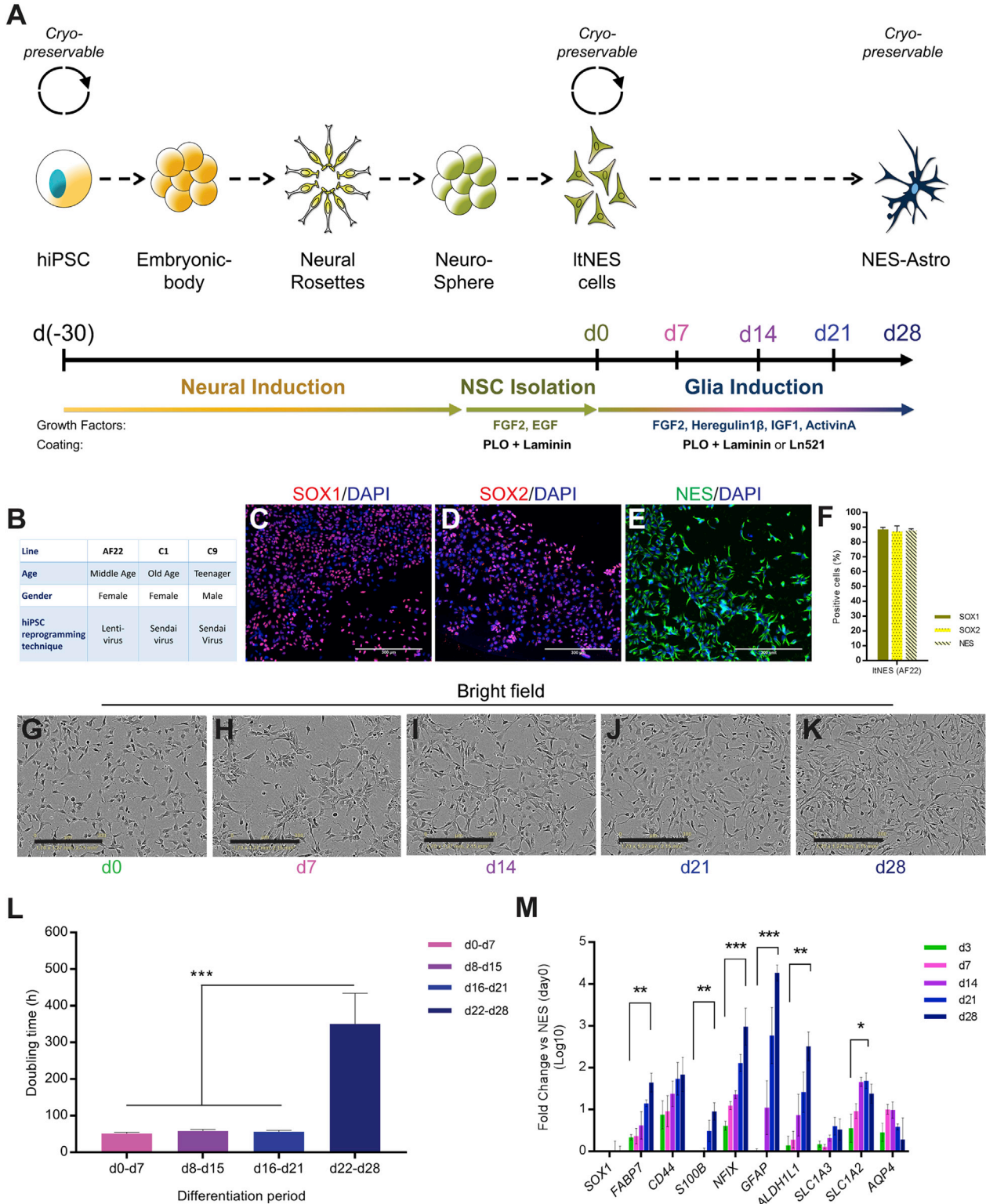
## INTRODUCTION

Over the last decades the neuronal view of brain function has become more complex, recognizing the important role of astrocytes in the regulation of neuronal circuits, in addition to their previously identified support function (De Pittà et al., 2016). The identification of an increasingly diverse set of astrocytic functions has created a need for improved models of high relevance for astrocyte biology to better define their contribution to brain function, embryonic development, and neurological diseases. As human astrocytes display clear differences compared with mouse astrocytes in morphological complexity (Oberheim et al., 2009), transcriptomic profile (Zhang et al., 2016), and inflammatory response (Tarassishin et al., 2014), animal model-derived data may be of limited relevance. Astrocytes may also be important as part of preclinical pharmacological screening strategies for prevalent neurological disorders in which astrocyte function may be impaired. Historically, high failure rates of drug candidates in clinical trials for neurological diseases, such as Alzheimer's disease (AD) (Cummings et al., 2014), in combination with a recognized possible role of astrocytes in AD (Yu et al., 2014), cre-

ates a need for specific human cellular astrocyte models. A realistic astrocyte model should at least represent four key astrocytic features: the uptake of the neurotransmitter glutamate, essential for synapse dynamics; inflammatory response to trauma; calcium signaling response to neurotransmitters; and the secretion of apolipoprotein E (APOE), a lipid and cholesterol transporter in the brain (Khakh and Sofroniew, 2015; Bazargani and Attwell, 2016; Yu et al., 2014). In neurological diseases such as AD, the  $\epsilon 4$  variant of the APOE-encoding gene, *APOE*  $\epsilon 4$ , has been shown to be the strongest genetic risk factor for non-familial AD (the common, sporadic form of the disease). The precise molecular mechanism underlying this association is currently unknown, but stimulating APOE secretion from astrocytes has been proposed as a potential therapeutic target (Yu et al., 2014).

Astrocytic functional studies *in vitro* use cells from various cell sources including the current "gold standard" primary fetal (Malik et al., 2014) or primary adult (Zhang et al., 2016) astrocytes. However, due to the ease of culture and greater availability, immortalized astrocytoma cell lines have been used in multiple screening applications (Fan et al., 2016; Finan et al., 2016). Moreover, since the





**Figure 1. Differentiation of hiPSCs to Astroglia from a Long-Term Neuroepithelial-like Stem Cell Intermediate Stage**

(A) Schematic overview of NES-Astro generation from hiPSCs.

(B) Age, gender, and reprogramming technique of cell lines AF22, C1, and C9.

(legend continued on next page)



development of human induced pluripotent stem cell (hiPSC) technology (Takahashi et al., 2007) there have also been an increasing number of published protocols for directed differentiation of hiPSCs toward astrocytes (Chen et al., 2014; Gupta et al., 2012; Kondo et al., 2013; Krencik et al., 2011; Palm et al., 2015; Santos et al., 2017; Serio et al., 2013; Shaltouki et al., 2013).

Cellular models for high-throughput screening (HTS) need high reproducibility, efficient upscaling, and short lead times, which can be fulfilled by glioma cell lines but whose biological relevance can be questioned (Auvergne et al., 2013). Primary neuronal cells are generally seen to have high biological relevance but do not normally meet other HTS criteria. hiPSC-derived astrocytes provide a promising source of astrocytes for screening models, but generally the protocols are extensive (Krencik et al., 2011) and use undefined conditions (Kondo et al., 2013), introducing variability. Additionally, besides technical and biological challenges there are stringent policy guidelines that need to be adhered to when pharmaceutical companies are to use cellular models for drug screening, limiting the use of fetal tissue and human embryonic stem cells (hESCs).

The aim of the present study was to evaluate the biological relevance and potential model diversity between commercial astrocytic models available for pharmaceutical industry in relation to hiPSC-derived models. We included primary human adult astrocytes (HMP202-4014, NeuroMics), an astrocytoma cell line (CCF-SSTG1, ATCC), and a commercial hiPSC-derived astrocytic model (iCell Astrocytes, Cellular Dynamics International). However, none of these cellular systems were fully defined. In addition, we assessed whether long-term self-renewing hiPSC-derived neuroepithelial-like stem cells (ItNES) (Falk et al., 2012), previously used for undirected neuron and glia differentiation studies (Shahsavani et al., 2017; Tailor et al., 2013; Zhang et al., 2014), could be adapted for directed glia differentiation under fully defined conditions to generate a robust and functional astrocytic model applicable for HTS. To characterize model biology and identify key features of each model, we combined transcriptomic and proteomic profiling with astrocyte-associated functional assays. To assess the possibility of direct application into a pharmaceutical setting, we also performed a pilot

screen of 10 compounds, modulating APOE secretion, in an HTS setting. The outcome will be of critical value to guide in the selection of appropriate astrocyte models for various biological questions and HTS.

## RESULTS

### Efficient and Robust Generation of hiPSC-Derived Astroglia from a Neural Progenitor State

Since the majority of existing protocols for hiPSC-derived astrocytes are dependent on fetal bovine serum (FBS) (Kondo et al., 2013; Santos et al., 2017; Serio et al., 2013; Shaltouki et al., 2013), we adapted previously published protocols to try and meet the requirements of a fully defined cellular system (Figure 1A). Looking for a stable phenotypic and cryopreservable intermediate model we chose ItNES, which can be generated from multiple hESC and hiPSC lines (Falk et al., 2012), despite patient genomic background variation. ItNES can also be cultured up to 100 passages with maintained proliferation capacity, stable neuronal and glia differentiation propensity, and the characteristic ItNES transcription profile (Falk et al., 2012), enabling extensive qualitative upscaling. In this study we used three ItNES cell lines derived from three individuals differing in age and gender (Figure 1B). All ItNES lines were homogeneously positive for neural stem cell markers SOX1, SOX2, and NES (Figures 1C–1F and S1A), and displayed similar proliferation characteristics (Figure S1B). To assess astroglia protocols we first focused on the well-established AF22 line, which resulted in the adaptation of a previously published protocol (Shaltouki et al., 2013). Astroglia differentiation was initiated by exposing ItNES (AF22) to a growth factor cocktail including fibroblast growth factor 2 (FGF2), heregulin-1 $\beta$ , insulin-like growth factor 1 (IGF1), and activin A, while culturing on a double extracellular matrix coating of poly-L-ornithine (PLO) and laminin (hereafter called the FHIA protocol) (Figure 1A). During the differentiation there was a significant morphological change from the triangular ItNES shape to a stellate morphology in combination with a non-overlapping cellular domain profile (Figures 1G–1K and Movie S1), similar to what is seen *in vivo* (Oberheim et al., 2009). Doubling time was unchanged during the first periods

(C–E) Immunocytochemical staining for SOX1 (C), SOX2 (D), and NES of ItNES (AF22) (E) culture.

(F) Image-based quantification of ItNES (AF22) population marker expression.

(G–K) Bright-field imaging over the time course of NES-Astro (AF22) differentiation time points day 0 (d0) (G), d7 (H), d24 (I), d21 (J), and d28 (K).

(L) Doubling time during the differentiation periods (d0–d7), (d8–d15), (d16–d21), and (d22–d28) (n = 6 for each period, p < 0.001).

(M) Real-time qPCR of mRNA expression for glia-associated genes at differentiation time points d3, d7, d14, d21, and d28.

Data shown from independent experiments, n = 3, mean  $\pm$  SEM. Statistical analysis: one-way ANOVA (K and L); \*p < 0.05, \*\*p < 0.01, \*\*\*p < 0.001. Scale bars, 300  $\mu$ m.



(day 0 [d0] to d7, d8–d15, d16–d21), but significantly shifted in the last period (d22–d28) (Figure 1L). A basal characterization of the glial development was performed during the differentiation process, showing increasing and significantly higher levels of glia- and astrocyte-associated markers at day 28 compared with day 3 (Figure 1M). Exploring the possibility for future clinical adaptation, we simultaneously assessed a complete animal-free component system (FHIA521 protocol) showing very similar developmental profiles (Figure S1C). We also assessed and show that NES-Astro (AF22) at day 28 can be cryopreserved with high post-thaw viability of  $90.6\% \pm 1.9\%$  ( $n = 3$ ) (Figures S1D and S1E), facilitating instant post-thaw application.

In conclusion, we validated that ltNES show similar basic neural stem cell marker expression and equal proliferation profiles across hiPSC line origins. Applying a completely defined differentiation medium and coating system to ltNES (AF22) initiated glia differentiation with expression of common glia and astrocytic markers, developing into an NES-Astro (AF22) phenotype at day 28 of differentiation.

### Transcriptomic Diversities between Astrocyte Models

To investigate astrocyte model diversity, we included three commercially available astrocytic models representing different cell sources: human primary adult astrocytes (phaAstro), astrocytoma cell line CCF-STTG1 (CCF), and hiPSC-derived astrocytes from Cellular Dynamics International (iCellAstro). Additionally we also included our NES-Astro model together with its parental cellular origin, ltNES, representing a non-astrocytic model. NES-Astro and ltNES were from three individual hiPSC lines, AF22, C1, and C9, respectively. Initially, to assess astrocytic marker expression and to identify possible differences between the cellular models, RNA sequencing (RNA-seq) was performed followed by subsequent differential analysis (Figure S2A).

Principal component analysis (PCA) (Figure 2A) showed five separate clustered groups reflecting the differences between the five main model types used in this study. Additionally, the PCA results showed a high homogeneity between ltNES lines generated from various donors, but more importantly a high reproducibility of our FHIA protocol by the tight clustering between the NES-Astro lines of different genotypes.

Moreover, Pearson correlation analysis (Figure 2B) between models using all coding genes confirms the results of the PCA analysis, but also shows a higher correlation between phaAstro and CCF compared with the hiPSC-derived models. These differences could potentially be attributed to the process of primary isolation and hiPSC derivation.

Gene-pair correlations (Figure 2C) extracted the top gene pairs representing the largest diversities across models. This

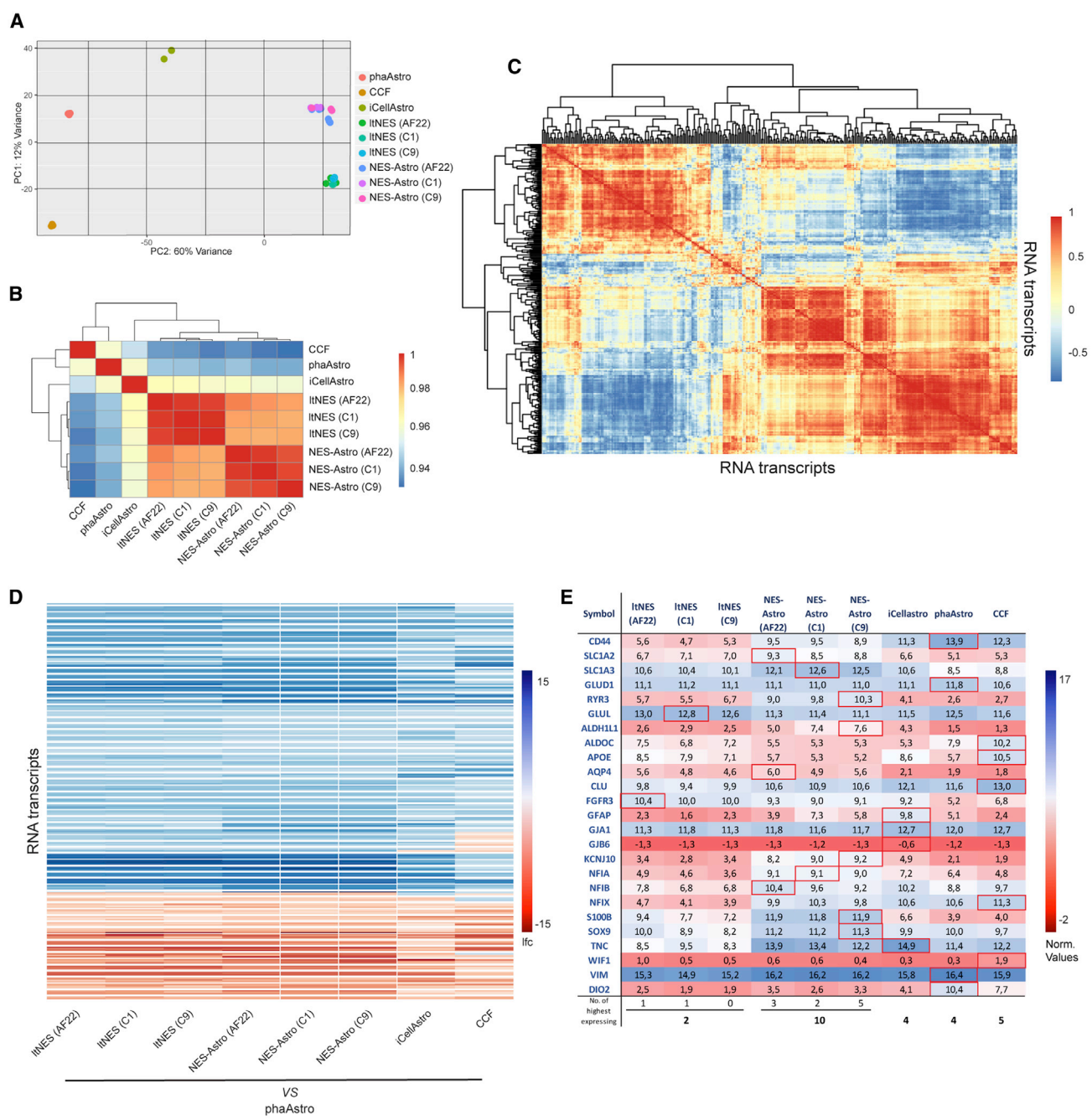
resulted in a selection of 396 gene pairs out of 19,522 with a correlation of  $r = |0.000001|$  (Figure S2B; Tables S2 and S3).

We analyzed the gene counts with DESeq2 (Love et al., 2014) and the obtained fold changes, using phaAstro as a reference sample, were visualized in a heatmap (Figure 2D) to highlight the differences in gene expression levels between the models. To determine whether any of the models had a more profound astrocytic profile, we analyzed in more detail 25 genes commonly associated with mouse and human astrocytes (Zhang et al., 2016), fetal astrocytes (Malik et al., 2014), hpNPC (human primary neural progenitor cell)-derived astrocytes (Magistri et al., 2016), and hiPSC-derived astrocytes (Pei et al., 2016). However, none of the studied models had a uniform high expression of the 25 genes (Figure 2E). Comparing the selected list of 25 genes with single-cell transcriptomic astrocyte profiling (Darmanis et al., 2015; Spaethling et al., 2017) showed similar heterogeneity in gene expression across models (Table S4). However, a notable pattern was that functional astrocyte-related receptors such as *SLC1A3*, *SLC1A2*, *AQP4*, *RYR3*, and *KCNJ10* were highly expressed in NES-Astro compared with the other models (Figure 2E).

In conclusion, transcriptomic analysis revealed clear differences between astrocytic models but that there was no single model that homogeneously correlate with the vast literature on astrocyte marker profiles.

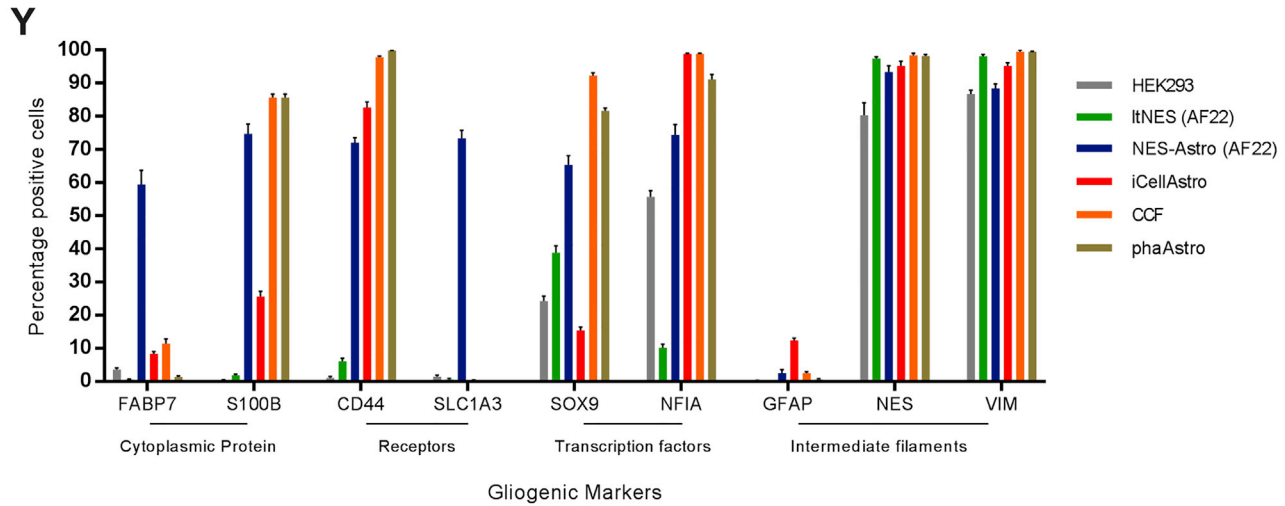
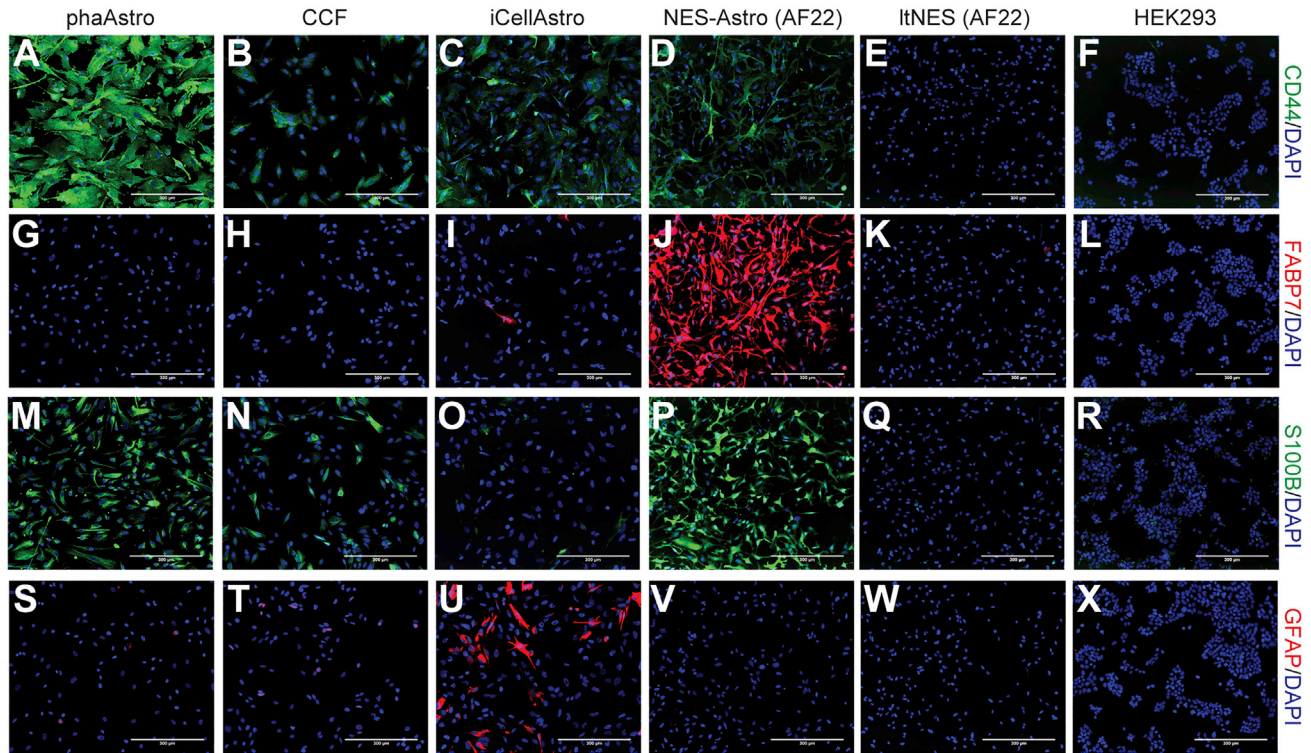
### Glia-Associated Protein Profiles Specify Cellular Models

We next studied protein expression by immunocytochemistry (ICC) to assess both expression and cellular localization of cytoplasmic proteins, receptors, transcription factors, and intermediate filaments associated with a glial cell type. We also included HEK293 cells as a non-neuronal model. Bright-field images reveal distinct morphology differences (Figure S3A), which is also captured with staining for CD44, FABP7, S100B, GFAP (Figures 3A–3X), SOX9, NFIA, SOX2, NES, and VIM (Figures S3B–S3F). Image-based quantification highlighted the heterogeneity in marker expression (Figure 3Y and Table S5). CD44, a common glial marker, was expressed in all astrocyte models (Figures 3A–3D and S4A) but not in ltNES nor in HEK293 cells (Figures 3E and 3F), thus showing a discriminative expression profile. However, of the markers studied, CD44 was the only one that was able to make the distinction between all astrocytic- and non-astrocytic models. S100B was homogeneously expressed in phaAstro, CCF, and NES-Astro, but not in iCellAstro (Figures 3M–3P and S4C). The common astrocyte classifier, GFAP (glial fibrillary acidic protein), was surprisingly only expressed at low level in iCellAstro (average 8%, Figure 3Y), and not detected in other models (Figures 3S–3X). This was consistent using multiple different GFAP antibodies (Figure S3G).



**Figure 2. Diversities in Transcriptomic Profiles between Neuronal Models**

(A) Principal component analysis.  
 (B and C) Pearson correlation, comparing global gene expression (B), and (C) gene-to-gene correlation between lINES, NES-Astro, primary human adult astrocytes (phaAstro), iCell astrocytes (iCellAstro), and CCF-STTG1 (CCF).  
 (D) Differential expressional analysis of neuronal models to (phaAstro) (data inclusion criteria;  $lfc > |3|$ ,  $p = 0.05$ ). Statistical analysis: Benjamini-Hochberg procedure.  
 (E) DESeq2 normalized RNA expression of 25 common astrocyte-associated genes. Red boxes highlight highest value among the models. Data shown from independent experiments,  $n = 3$ .



### Figure 3. Glia-Associated Protein Characterization of Cellular Models

(A–X) Immunocytochemical staining of phaAstro, CCF, iCellAstro, NES-Astro (AF22), ItNES (AF22), and HEK293 cells for glia-associated markers.

(Y) Image-based quantification of population expression level for glia-associated markers. See also Table S6 for DESeq2 expression of the proteins studied.

Data shown are as mean ± SEM. For images analyzed (n = 11–18), see Table S5 for additional details. Scale bars, 300 μm.

The glia-associated transcription factor, NFIA (nuclear factor I-A) was expressed in 70% of the cell populations across astrocyte models (Figure 3Y). This was also seen for SOX9, except in iCellAstro that showed a lower expression (Fig-

ures 3Y, S3C, and S3D). Differential expressions of NES, VIM, and CD44 were small, but differences in signal intensity could be observed between models (Figure S3H). NES-Astro (AF22) shared similar protein expression profiles





with NES-Astro (C1) and NES-Astro (C9) (Figures S4A–S4I), verifying the robustness and consistency in the FHIA protocol also at the protein level. Additionally, applying the complete animal-free FHIA521 protocol generated NES-521Astro with a protein profile similar to that of the regular FHIA protocol (Figures S4A–S4I). NES-Astro, consistently across multiple cell lines, was the model that displayed most of the glia-associated proteins, and also the only model expressing FABP7 (Figures 3J and S4B).

The expression of glial markers was heterogeneous across models. NES-Astro (AF22/C1/C9) models were the only ones that expressed all astrocytic markers, except for GFAP, which surprisingly was only detected in iCellAstro.

### Astrocyte-Associated Glutamate Transporter Responsible for Uptake in NES-Astro

The lack of conclusive and consistent human astrocyte marker profiles might reflect the complexity of various astrocytic functions (Khakh and Sofroniew, 2015), hence making it difficult to validate model representation. Characterization of astrocytic models therefore needs to assess astrocytic function, such as uptake of extracellular glutamate, critical for maintaining synaptic signaling and avoiding excitotoxicity. The two excitatory amino acid transporters, SLC1A2 (EAAT2, Glt-1) and SLC1A3 (EAAT1, Glast) are considered the main astrocyte glutamate transporters (DeSilva et al., 2012; Sosunov et al., 2014). Evaluating the activity of these transporters showed that they were expressed on an RNA level in all neural samples (all cell lines except HEK293), while the translation into protein was only observed in the NES-Astro (AF22/C1/C9) models (Figures 4A and S5A). To validate whether either SLC1A2 or SLC1A3 were functionally active and contributed to the uptake of glutamate, we treated all cellular models with the SLC1A2 inhibitor WAY213613 or the SLC1A3 inhibitor UCPH101. The SLC1A3 inhibitor showed a significant effect on glutamate uptake in the NES-Astro (AF22/C1/C9) models (Figure 4B). To evaluate active uptake, we performed a time-course experiment including six time points over 60 min whereby we identified an acute recovery phase within the first 10 min for all cellular models. However, compared with the other models, NES-Astro (AF22/C1/C9) were the only models having continued uptake from 10 min onward as reflected by the significantly higher positive regression coefficient (Figure 4C). SLC1A2 contribution to glutamate uptake could not be demonstrated (Figure 4C), which could be ex-

plained by no or delocalized protein expression of SLC1A2 (NES-Astro C1/C9) (Figure S5B).

Glutamate transporter SLC1A3, which contributes to glutamate uptake, was detected at the RNA level across all models. However, NES-Astro (AF22/C1/C9) was the only model that displayed a strong protein expression at the cellular membrane, where it also contributed functionally to active glutamate uptake.

### Inflammatory Activation

Neuropathologies may cause astrocyte reactivity specific to the type and degree of the insult, highlighting the context dependency (Sofroniew, 2015). Inflammatory responses have been studied in hPSC-derived astrocytes (Santos et al., 2017; Tcw et al., 2017) as well as in human fetal primary astrocytes (Santos et al., 2017). To assess whether the models in this study could be used for studying inflammatory responses, we used tumor necrosis factor  $\alpha$  (TNF- $\alpha$ ) and interleukin-1 $\beta$  (IL-1 $\beta$ ) as pro-inflammatory stimulation to evaluate IL-6 and IL-8 secretion. All models, including non-astrocytic models, responded to treatment with the inflammatory cytokines TNF- $\alpha$  and IL-1 $\beta$  by secretion of IL-8 (Figures 4D–4F). The responses were different in treatment dosing and exposure time, but also showed differences in secretion concentration levels of 4 orders of magnitude. Importantly, the basal level of IL-8 and IL-6 secretion during vehicle treatment, representing non-stimulated conditions, displayed the same concentration difference. While HEK, ltNES (AF22/C1/C9), and NES-Astro (AF22/C1/C9) had close to zero secretion, iCellAstro, CCF, and phaAstro secreted between 400 and 18,000 pg/1,000 cells during non-stimulating conditions (Figure 4G). NES-Astro (AF22/C1/C9) displayed a significantly higher immune activation compared with their source cells during both TNF- $\alpha$  and IL-1 $\beta$  treatment. However, there was no significant difference between NES-Astro and ltNES during vehicle conditions (Figure 4D), demonstrating a complete inflammatory inactive state. NES-Astro also showed a dose-dependent response to TNF- $\alpha$  and IL-1 $\beta$ , not observed in ltNES (Figure 4D\*). IL-8 dose-dependent secretion in response to IL-1 $\beta$  treatment was only observed in NES-Astro (Figure 4D\*) and phaAstro models (Figure 4F\*), while dose dependency to TNF- $\alpha$  treatment could also be observed in CCF (Figure 4F\*), iCellAstro (Figure 4E\*), and HEK (Figure S5C). In contrast to the IL-8 response, significantly higher IL-6 levels in relation to exposure time and cytokine treatment concentration

(D\*–F\*) Reuse of results in (D) to (F) highlighting the significant concentration-dependent responses of NES-Astro-AF22/C1/C9 (D\*), iCellAstro (E\*), and CCF and phaAstro (F\*).

(G) Basal level of IL-8 secretion during vehicle treatment, representing non-inflammatory condition.

Data shown from independent experiments,  $n = 3$ , mean  $\pm$  SEM. Statistical analysis: one-way ANOVA (B, D, D\*, E, E\*, F, and F\*) and two-way ANOVA (C, and in D between ltNES and NES-Astro per line); \* $p < 0.05$ , \*\* $p < 0.01$ , \*\*\* $p < 0.001$ . Scale bars, 300  $\mu$ m.





were observed to be less frequent. Across models a significant IL-6 response was more frequently observed for higher stimulant concentration at 48 hr than for lower stimulant concentration (Figure S5D).

Together, these data show that the NES-Astro (AF22/C1/C9) model is immune competent and consistently shows a dose-dependent response of IL-8 to TNF- $\alpha$  and IL-1 $\beta$  treatment, which was only observed sporadically in the other astrocytic models. There are very large cytokine concentration differences between models, in both inflammatory activated states but also in non-stimulated conditions, whereby NES-Astro is shown to possess unmeasurable cytokine secretion in contrast to the other astrocytic models.

### Calcium Signaling Response

Astrocytes are known to respond to synaptic release of glutamate and ATP through increased intracellular calcium levels (Bazargani and Attwell, 2016; Zhang et al., 2016). Slow calcium signal activation in human astrocytes has previously been reported using hPSC-derived and primary astrocytes in response to mechanical (Krencik et al., 2011; Santos et al., 2017; Serio et al., 2013), ATP (Serio et al., 2013), and glutamate (Tcw et al., 2017) stimulation. We used FLIPR Calcium 5, a calcium-sensitive dye, to study whether the astrocyte models were calcium signaling responsive to injection control (shear stimulation) or 3  $\mu$ M ATP or 3  $\mu$ M glutamate. Stimulation was followed by time-lapse acquisition of calcium-induced fluorescence (Figure 5A). We found that NES-Astro (AF22/C1/C9) and phaAstro responded with a significant response to ATP compared with the injection control, whereas only the NES-Astro (C1/C9) responded to glutamate stimulation (Figures 5B and 5C). NES-Astro (AF22) and phaAstro had a fraction of approximately 60% ATP-responding cells, and NES-Astro (C1/C9) had up to 90% ATP-responding cells. Additionally, NES-Astro (C1/C9) had 83% and 66% calcium glutamate-responsive cell populations, respectively (Figure 5D). NES-Astro (C1) showed a homogeneous functional diversity, having the same fraction of ATP- and glutamate-responsive cells (Figure 5D), making it possible to study treatment response patterns as previously reported for human primary adult and fetal astrocytes (Zhang et al., 2016). Single-cell analysis revealed that compared with glutamate, ATP induced an increased number of cellular responses for a longer period (Figures 5E and 5F), which corroborates previous findings (Zhang et al., 2016).

In summary, the ATP- and glutamate-induced calcium responses recapitulates previous patterns observed following ATP and glutamate stimulation (Zhang et al., 2016). We could, however, also conclude that there is a large variability in calcium responsiveness between models.

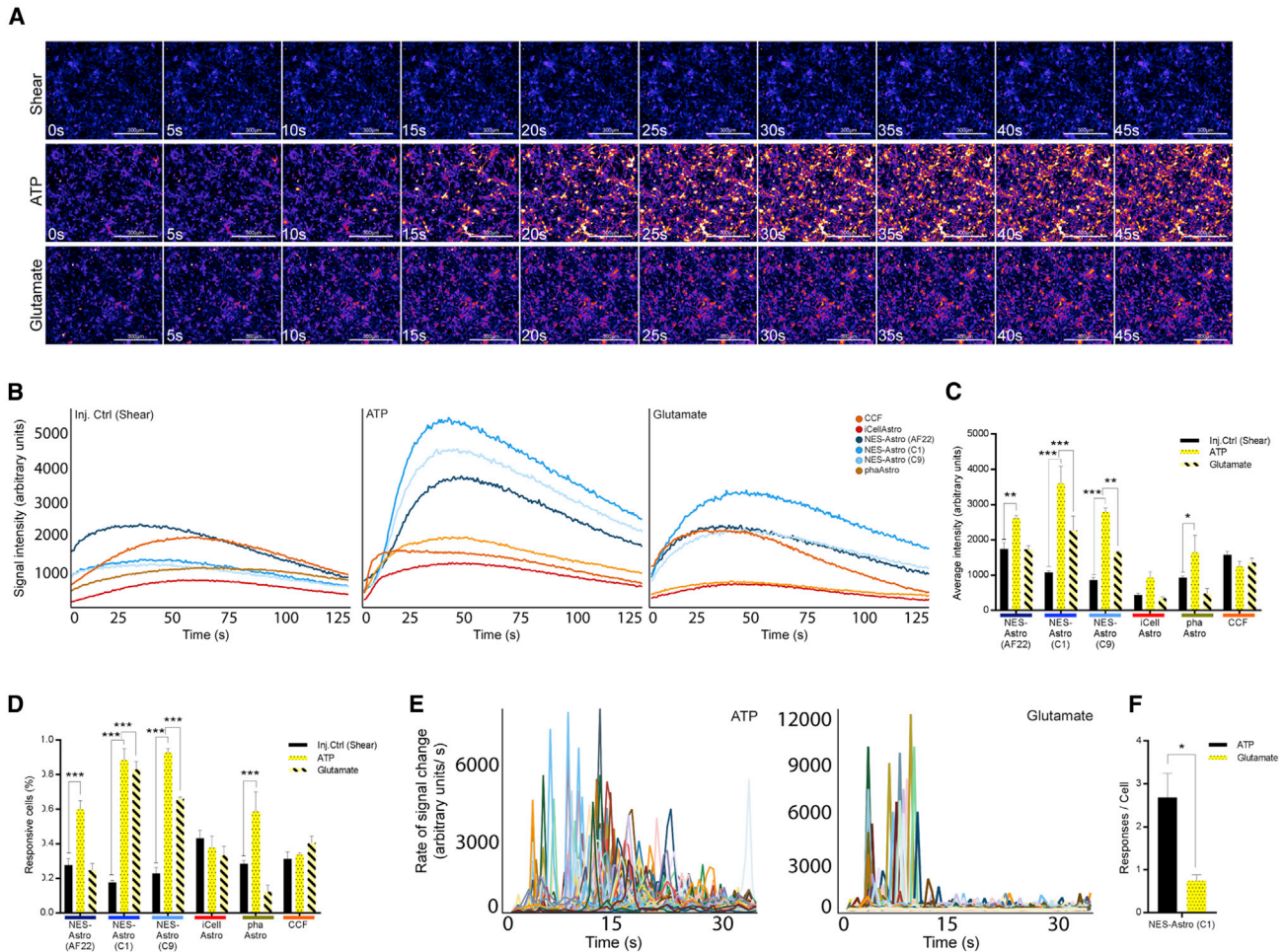
### Models Display Large Variability in Activity of APOE-Modulating Compounds

Given the importance of APOE to astrocyte biology and neurological disease, we analyzed the transcriptomic differences between the models of APOE-associated genes (Figure S6A) enriched in the brain (Figure 6A). Additionally, by assessing basal APOE levels in cell media we observed that astrocyte models have a significantly higher secretion compared with the neural stem cells (Figure 6B). Next, we wanted to extend the transcriptomic, proteomic, and functional characterization to also study basic modulation of astrocyte biology in relation to APOE secretion. A pilot screen was performed (Figure S6B) to find out whether previous findings of APOE-modulating compounds could be captured in any of our astrocyte models (Fan et al., 2016; Finan et al., 2016). Compounds with a known APOE-modulating effect were evaluated together with two glucocorticoid receptor modulators serving as negative controls (Figure 6C and Table 1). The astrocytoma cell line CCF, used as a positive control and for Z' calculations (Figure S6), showed high fold changes in response to liver X receptor (LXR) agonists Tularik and GW3965. The histone deacetylase (HDAC) annotated compound, MS-275, increased APOE secretion in most of the models, including ltNES, without showing any astrocyte specificity. Interestingly, NES-Astro showed a significant increase of APOE secretion in response to the cholesterol biosynthesis annotated compound, GANT61, in accordance with previous findings for primary astrocytes (Finan et al., 2016). A tendency toward increased APOE secretion for GANT61 could also be observed for phaAstro.

In conclusion, no clear pattern of general astrocytic APOE-modulating compounds could be observed from this pilot screen. Our results clearly indicate the relevance of cellular context during modulation of astrocyte APOE biology.

## DISCUSSION

ltNES cells have mainly been used for studying the undirected differentiation process toward a neuronal fate (Falk et al., 2012; Taylor et al., 2013; Zhang et al., 2014). Using ltNES in this study we show (1) the application of ltNES in directed glia generation using the FHIA protocol, with (2) high reproducibility across hiPSC lines, and (3) proven astrocyte functions including SLC1A3-driven glutamate uptake, immune competence, and calcium responsiveness to neurotransmitters. We also show (4) the use of an animal-free culture system applicable for good manufacturing practice and clinical adaptation, and (5) NES-Astro as a cryopreservable cell model for direct application in pharmacological HTS. For astrocyte modeling, we demonstrate that



**Figure 5. Astrocytic Calcium Signaling Response**

(A) Representative 45-s time-lapse images of calcium response to shear stimulation (top panels), 3  $\mu$ M ATP (middle panels), and 3  $\mu$ M glutamate (bottom panels) of NES-Astro (C1).

(B) Average well signal intensity over time (s) for injection control (shear stimulation) (left), 3  $\mu$ M ATP (middle), and 3  $\mu$ M glutamate (right) of each astrocytic model.

(C) Average signal intensity over the experimental period for injection control, ATP, and glutamate.

(D) Percentage of responsive cells (cells were classified as responsive if signal intensity >2-fold the average well intensity of injection control set per cell model).

(E) Rate of signal change during ATP and glutamate stimulation for NES-Astro (C1). Each trace represents a single cell.

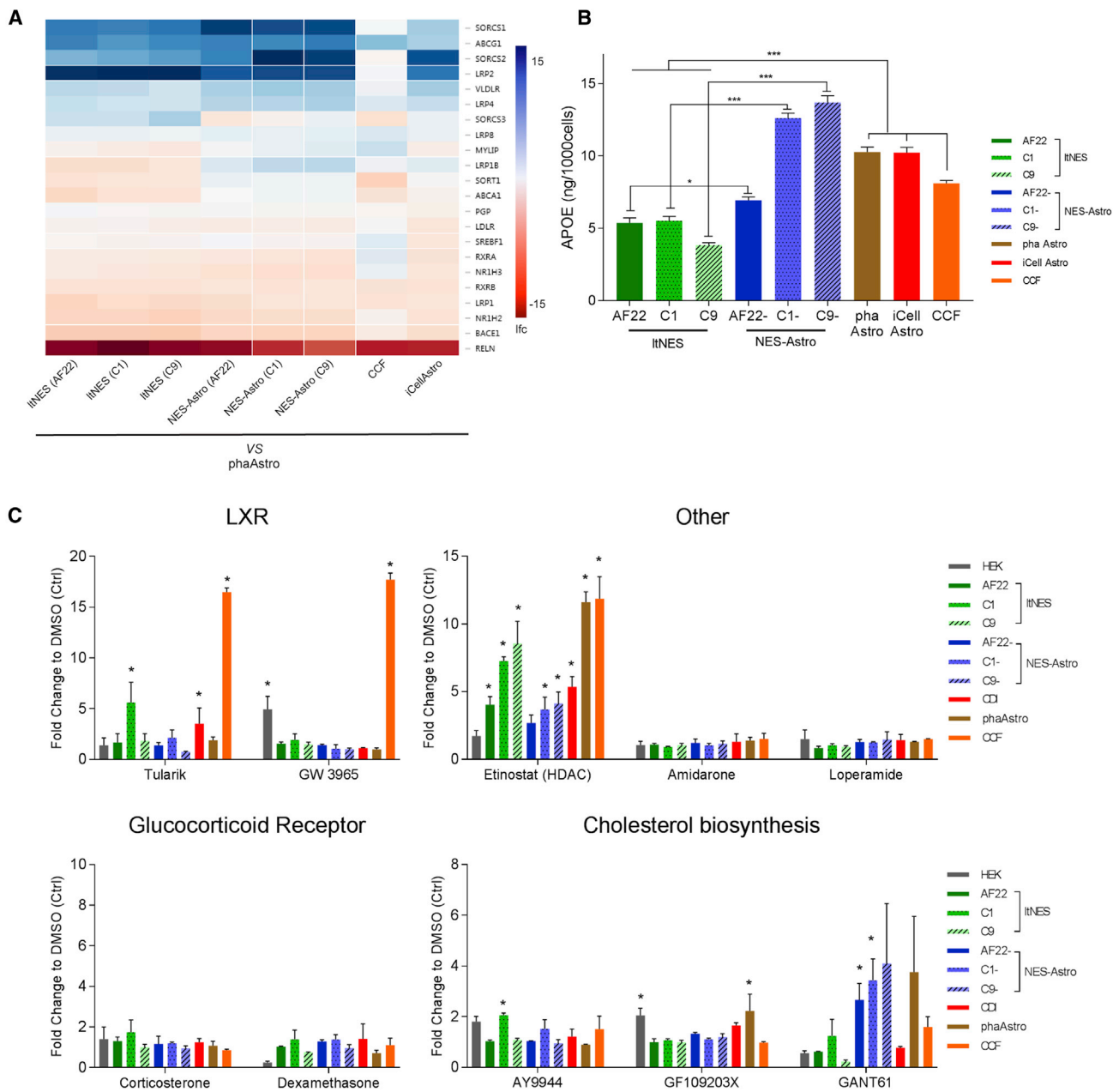
(F) Number of cellular responses per cell over 125 s.

Data shown from independent experiments,  $n = 3$ , mean  $\pm$  SEM. Statistical analysis: two-way ANOVA (C and D) and Student's  $t$  test (F); \* $p < 0.05$ , \*\* $p < 0.01$ , \*\*\* $p < 0.001$ . Scale bars, 300  $\mu$ m.

(1) there is a high variability between models and (2) the selection of the model is dependent on the functionality to be studied.

Global transcriptomic analysis has been applied to profile human primary astrocytes (Malik et al., 2014; Zhang et al., 2016), human primary NPC-derived astrocytes (Magistri et al., 2016), hiPSC-derived astrocytes (Pei et al., 2016), and glioma (Auvergne et al., 2013). However, a cross-comparison has not previously been performed between hu-

man adult primary astrocytes, astrocytoma, and hiPSC-derived astrocytes. Our comprehensive analysis of transcriptomic profiling shows clear differences between these astrocyte models, and also the developmental stage of neural stem cell (ItNES) and astroglia (NES-Astro). Protein evaluation corroborated the developmental transition, displaying expression of key glial lineage-associated transcription factors SOX9 and NFIA (Wilczynska et al., 2009), surface receptor CD44 (Sosunov et al., 2014), and cytoplasmic



**Figure 6. Characterization and Regulation of Endogenous APOE Secretion through APOE-Modulating Compounds**

(A) Differential expressional analysis of neuronal models to phaAstro including genes linked to brain-associated APOE.

(B) Basal APOE secretion levels of neuronal models.

(C) APOE secretion levels after compound stimulation. Compound concentration resulting in the highest APOE secretion increase is shown as fold change compared with DMSO control.

Data shown from independent experiments,  $n = 3$ , mean  $\pm$  SEM. Statistical analysis: one-way ANOVA (B) and t test (C); \* $p < 0.05$ , \*\*\* $p < 0.001$ .

proteins FABP7 (Howard et al., 2006) and S100B (Steiner et al., 2007). NES-Astro also showed a strong and homogeneous expression of SLC1A3, a strong indication of astrocyte identity (DeSilva et al., 2012). Additionally, protein

expression patterns confirm the transcriptional diversity that is indicative of differences in model representation. The expression of GFAP, the most common marker used to claim astrocyte lineage, was predominantly absent in

**Table 1. Change in APOE Secretion in Response to Compound Stimulation**

Compound	Annotation	CID	ltNES			NES-Astro			iCellAstro	CCF	phaAstro	HEK
			C1	C9	AF22	C1	C9	AF22				
Corticosterone	glucocorticoid receptor (GR) agonist (used as negative control)	5753	1.7 ± 0.5	1.0 ± 0.1	1.3 ± 0.2	1.2 ± 0.0	1.0 ± 0.1	1.2 ± 0.3	1.2 ± 0.2	0.9 ± 0.0	1.1 ± 0.2	1.4 ± 0.5
Dexamethasone	GR agonist (used as negative control)	5743	1.4 ± 0.4	0.8 ± 0.0	1.0 ± 0.0	1.4 ± 0.2	1.0 ± 0.1	1.3 ± 0.1	1.4 ± 0.6	1.1 ± 0.3	0.7 ± 0.1	0.2 ± 0.1
Tularik	liver X receptor (LXR) agonist	447912	<b>5.6 ± 1.6</b>	1.8 ± 0.6	1.7 ± 0.7	2.1 ± 0.6	0.8 ± 0.0	1.4 ± 0.2	<b>3.5 ± 1.3</b>	<b>16.5 ± 0.3</b>	1.9 ± 0.3	1.4 ± 0.6
GW3965	LXR agonist	447905	1.9 ± 0.5	1.5 ± 0.2	1.6 ± 0.1	1.1 ± 0.3	1.0 ± 0.1	1.4 ± 0.1	1.1 ± 0.0	<b>17.7 ± 0.5</b>	1.0 ± 0.1	<b>4.9 ± 1.0</b>
Etinostat	histone deacetylase (HDAC) inhibitor	4261	<b>7.3 ± 0.3</b>	<b>8.6 ± 1.3</b>	<b>4.0 ± 0.5</b>	<b>3.7 ± 0.7</b>	<b>4.1 ± 0.7</b>	2.7 ± 0.5	<b>5.4 ± 0.6</b>	<b>11.9 ± 1.3</b>	<b>11.6 ± 0.6</b>	1.7 ± 0.3
Amidarone	calcium channel blocker	2157	0.9 ± 0.0	1.1 ± 0.1	1.1 ± 0.1	1.0 ± 0.1	1.2 ± 0.2	1.2 ± 0.2	1.3 ± 0.5	1.5 ± 0.3	1.4 ± 0.2	1.1 ± 0.2
Loperamide	μ-opioid receptor agonist	3955	1.0 ± 0.1	0.9 ± 0.1	0.8 ± 0.1	1.2 ± 0.0	1.5 ± 0.5	1.3 ± 0.2	1.4 ± 0.3	1.5 ± 0.0	1.3 ± 0.0	1.5 ± 0.5
AY9944	cholesterol biosynthesis DHCR7 inhibitor	9704	<b>2.1 ± 0.1</b>	1.1 ± 0.0	1.0 ± 0.0	1.5 ± 0.3	1.0 ± 0.1	1.0 ± 0.0	1.2 ± 0.2	1.5 ± 0.4	0.9 ± 0.0	1.8 ± 0.2
GF109203X	cholesterol biosynthesis DHCR24 inhibitor	2396	1.1 ± 0.1	1.0 ± 0.1	1.0 ± 0.1	1.1 ± 0.0	1.2 ± 0.1	1.3 ± 0.1	1.7 ± 0.1	1.0 ± 0.0	<b>2.2 ± 0.5</b>	<b>2.1 ± 0.2</b>
GANT61	cholesterol biosynthesis DHCR7 agonist	421610	1.2 ± 0.5	0.2 ± 0.0	0.6 ± 0.0	<b>3.4 ± 0.7</b>	4.1 ± 1.9	<b>2.7 ± 0.5</b>	0.8 ± 0.0	1.6 ± 0.3	3.8 ± 1.8	0.6 ± 0.1

Fold change values from simulated APOE secretion compared with DMSO control are specified for each compound and cell type (fold change ± SEM). Data shown from independent experiments, n = 3. Significant increases compared with DMSO control are highlighted in boldface. See also [Figure S6](#) for experimental procedure.

CID, PubChem CID; ltNES, long-term self-renewing neuroepithelial-like stem cells; NES-Astro, ltNES-derived astroglia; iCellAstro, iCell astrocytes; CCF, CCF-STTG1; phaAstro, primary human adult astrocytes; APOE, apolipoprotein E.





the models. However, GFAP is not expressed by all human adult astrocytes including protoplasmic astrocytes (DeSilva et al., 2012), highlighting the importance of studying the role of GFAP in astrocytes in relation to their developmental stage and cellular subtypes.

To further study astrocyte biology *in vitro* it is important that the model represents main astrocytic functional features, including maintaining glutamate homeostasis, as observed around the synaptic cleft (Schousboe et al., 2013). NES-Astro showed a significantly higher active uptake of glutamate compared with the other astrocytic models, which did not show any difference compared with non-astrocytic nor non-neuronal models. Astrocyte-associated SLC1A3 was only expressed in NES-Astro (AF22/C1/C9), and significantly contributed to the glutamate uptake. Linking functional glutamate uptake to a specific astrocyte-associated glutamate transporter has not previously been shown using hiPSC-derived astrocytes (Chen et al., 2014; Gupta et al., 2012; Krencik et al., 2011; Palm et al., 2015; Santos et al., 2017; Serio et al., 2013; Shaltouki et al., 2013).

Astrocyte reactivity is a process to limit tissue damage and cell stress and restore normal tissue homeostasis. The reactivity is gradual and circumstantial, linked to specific types of neuropathology, and is characterized by brain region, niche, severity, and delimiting features (Sofroniew, 2015). The inflammatory competence of astrocytes is a key biological function. The high basal secretion of inflammatory cytokines observed in CCF, iCellAstro, and phaAstro during non-stimulated conditions correlates with results found in previous studies (Santos et al., 2017; Tcw et al., 2017). A common factor between these models is that they are cultured with FBS that has been shown to induce an inflammatory active state also during “non-stimulated” conditions (Magistri et al., 2016; Zhang et al., 2016). NES-Astro cells, which are cultured without FBS, had almost no secretion of inflammatory cytokines under non-stimulated conditions. NES-Astro also responded to pro-inflammatory stimulation in a dose-dependent manner, demonstrating robust immune competence. Additionally, NES-Astro morphologically display a stellate phenotype similar to acutely isolated primary astrocytes, a phenotype shown to be lost upon FBS treatment (Zhang et al., 2016).

Astrocytic calcium signaling and subsequent response effects have been intensely discussed (Bazargani and Attwell, 2016), suggesting that improved *in vitro* modeling to accompany *in vivo* findings would be beneficial. Mechanical stimulation has been previously proven to induce calcium response in astrocytes (Krencik et al., 2011; Santos et al., 2017; Serio et al., 2013), as also indicated by the injection controls for all models in this study. However, only NES-Astro AF22/C1/C9 and phaAstro responded to ATP,

whereas NES-Astro C1/C9 was the only glutamate-responsive astrocyte model. Calcium responses have previously been described following ATP (Serio et al., 2013) and glutamate (Tcw et al., 2017; Zhang et al., 2016) treatments. ATP and glutamate responsiveness can discriminate between a fetal and adult stage, respectively, and it has been suggested that the latter is acquired by astrocytes after mid-gestation (Zhang et al., 2016). In comparison with acutely isolated human primary adult astrocytes (Zhang et al., 2016), NES-Astro (C1) display similar calcium signaling patterns with heterogeneous ATP and homogeneous glutamate responses. It would be interesting to speculate whether NES-Astro calcium signaling responsiveness could be linked to its high level of human astrocyte-specific *RYR3* expression (Zhang et al., 2016), but this needs further extensive studies. The diversity in glutamate-responsive cell populations of 0%, 66%, and 83% between hiPSC-derived NES-Astro lines AF22, C1, and C9, respectively, could indicate different developmental stages and level of maturation, which could provide a future tool to study the functional development of astrocytes.

Screening for APOE-modulating compounds in astrocytes have been performed using CCF and human primary fetal astrocytes (Fan et al., 2016; Finan et al., 2016). To our knowledge the application of hiPSC-derived astrocyte in comparison with human primary adult astrocytes in an APOE screening assay has not previously been shown.

In agreement with previous reports (Fan et al., 2016; Finan et al., 2016), the responses in APOE secretion are much greater in CCF than in any of the other models, which might be reflected by its transcriptomic profile. The study by Finan et al. reported high responses in CCF and low responses in primary astrocytes to the LXR agonist Tularik (Finan et al., 2016) and GW3965 (Fan et al., 2016), which is confirmed in our study. The HDAC inhibitor MS-275 has been shown to modulate APOE expression (Sylvain et al., 2013), a response observed in almost all models, indicating that the compound is not astrocyte specific. The three cholesterol biosynthesis annotated compounds were selected to differentially target cholesterol-associated proteins DHCR24 and DHCR7 (Finan et al., 2016). GF109203X, a DHCR24 inhibitor, significantly increases APOE secretion in phaAstro (Figure 5C), which also have been observed in human fetal astrocytes (Finan et al., 2016). In contrast to AY9944 (a DHCR7 inhibitor) the DHCR7 agonist, GANT61, showed a significant effect and increased tendency of APOE secretion in NES-Astro (AF22/C1) and phaAstro, respectively. Together with previously published data on human fetal astrocyte response to cholesterol biosynthesis modulators (Finan et al., 2016), we can confirm these hits in human adult primary (phaAstro) and hiPSC-derived astrocytes (NES-Astro) and highlight this pathway as a future potential target of interest.



Taken together, based on this pilot screen there is a lack of consistency regarding astrocyte-specific APOE modulators. A possible explanation could be the large model diversities observed in the transcriptomic, protein, and functional characterization. These results emphasize the importance of comparing several astrocyte models to understand the biological relevance of screening data. However, the exciting results presented in this study introduce iPSC-derived astroglia as an additional valuable tool for screening.

## EXPERIMENTAL PROCEDURES

### Long-Term Neural Epithelial Stem Cell Culture

We previously showed that ItNES could be generated from several hiPSCs and hESCs (Falk et al., 2012). Generation of ItNES lines have been performed previously (iPS Core at Karolinska Institutet) from human hiPSC lines AF22 (Falk et al., 2012), C1 (Shahsavani et al., 2017), and C9 (Uhlén et al., 2017), which represent a variation in gender, age, and reprogramming technique.

### ItNES-Derived Astroglia Differentiation

ItNES cells were plated at 60,000 cells/cm<sup>2</sup> on 2 µg/cm<sup>2</sup> poly-L-ornithine and 0.2 µg/cm<sup>2</sup> laminin (PLO-Laminin) (Sigma, St. Louis, MO) double-coated culture vessels in FHIA-differentiation medium; DMEM/F12, N2 supplement (1:100; Invitrogen, Carlsbad, CA), B27 (1:100; Invitrogen), FGF2 (8 ng/mL; PeproTech, Rocky Hill, NJ), heregulin 1β (10 ng/mL; Sigma), IGF1 (200 ng/mL; Sigma), activin A (10 ng/mL; PeproTech). The medium was changed every other day and cells were passaged once they reached 80% confluence; 7–9 passages during the differentiation protocol of 28 days. This was performed for ItNES lines AF22, C1, and C9 generating the NES-Astro phenotype for each line. For a complete animal free system the regular B27 (00800855A, 1:100, Invitrogen) was exchanged for Xenofree B27 (A1486701; 1:100; Invitrogen) and the double coating of PLO-Laminin (both from Sigma) for Laminin 521, 1 µg/cm<sup>2</sup> (Biolamina, Sweden). Gene expression was assessed by applying real-time qPCR using TaqMan Assays (Applied Biosystems, Foster City, CA). Proliferation during differentiation was assessed by estimation of doubling time via cell count using a Cedex HiRes Analyzer (Roche, Switzerland).

### Cells

Human brain astrocytes (HBA) were purchased from Neuromics (Edina, MN), and iCell astrocytes from Cellular Dynamics International (Madison, WI), while the astrocytoma cell line CCF-STTG1 and HEK293 cells were both purchased from ATCC (Manassas, VA). A summary of cell lines included in the different experiments is specified in Table S7.

### Immunocytochemistry

Immunocytochemistry was performed according to standard methods applying blocking procedures followed by primary and secondary antibody staining and ending with nuclei staining. Details of primary, secondary, and iso-type control antibodies are presented in Table S1.

### Transcriptomic Analysis

Total RNA was isolated for all samples and run using Illumina products and an Illumina NextSeq 500 Sequencer (Illumina, San Diego, CA). The raw count data were processed using DESeq2 according to previously published methods (Love et al., 2014) followed by more in-depth bioinformatics analysis including principal component analysis, Pearson correlation analysis of samples and gene pairs, and differential gene expression analysis.

### Glutamate Clearance Assay

Glutamate reduction was measured on medium samples using a Glutamine/Glutamate Determination Kit (Sigma) at sequential time points for 60 min. To modulate specific glutamate transporters, we used UCPH 101 (Abcam, UK) and WAY 213613 (Tocris, UK) to inhibit SLC1A3 and SLC1A2, respectively.

### Inflammatory Assay

Inflammatory response was assessed by incubating each cell model for 24 or 48 hr with 10 or 50 ng/mL recombinant human TNF-α, or 10 or 50 ng/mL recombinant human IL-1β (both from R&D systems). IL-6 and IL-8 cytokines in the samples were quantified using the MultiCyt QBeads assay according to the manufacturer's instructions with an assay miniaturization modification (Intellicyt, Albuquerque, NM, USA).

### Calcium Signaling Response

Calcium signaling responses were measured using Calcium5 (Molecular Devices) following stimulation with 3 µM ATP, 3 µM L-glutamic acid (both from Sigma), or 200 µM DHPG (Tocris). Images were taken with 20× magnification at 0.5-s intervals for 2 min. Image analysis, to extract single cell responses, was performed using Fiji (Schindelin et al., 2012). Subsequent data analysis was performed using TIBCO Spotfire (TIBCO Software, CA, USA).

### APOE Stimulation and Quantification

APOE secretion was measured on medium samples using a sandwich ELISA, which were adapted to a screening setting through semi-automation. To modulate APOE secretion we treated all cellular models with 10 different compounds, respectively. All compounds are available in the public domain and are presented in Table 1 with PubChem CID.

### Statistical Analysis

Student's t test and one- and two-way ANOVA statistical analysis were used. Specifically, for RNA-seq analysis DESeq2, principal component analysis, and Pearson correlation analysis were applied.

### ACCESSION NUMBERS

The accession number for the RNA-seq data reported in this paper is GEO: GSE109001.

### SUPPLEMENTAL INFORMATION

Supplemental Information includes Supplemental Experimental Procedures, six figures, seven tables, and one movie and can be



found with this article online at <https://doi.org/10.1016/j.stemcr.2018.01.021>.

## AUTHOR CONTRIBUTIONS

A.L., L.D., G.B., R.H., A.H., and A.F., conception and design. A.L., L.D., M.C., A.S., and M.D., collection and/or assembly of data. A.L., L.D., P.R., J. Sanchez, A.S., R.H., A.H., and A.F., data analysis and interpretation. A.L., L.D., P.R., J. Sanchez, A.S., M.D., J. Synnergren, H.Z., G.B., R.H., A.H., and A.F., manuscript writing. A.L., R.H., A.H., and A.F., final approval of manuscript. A.F.: provision of study material or patients.

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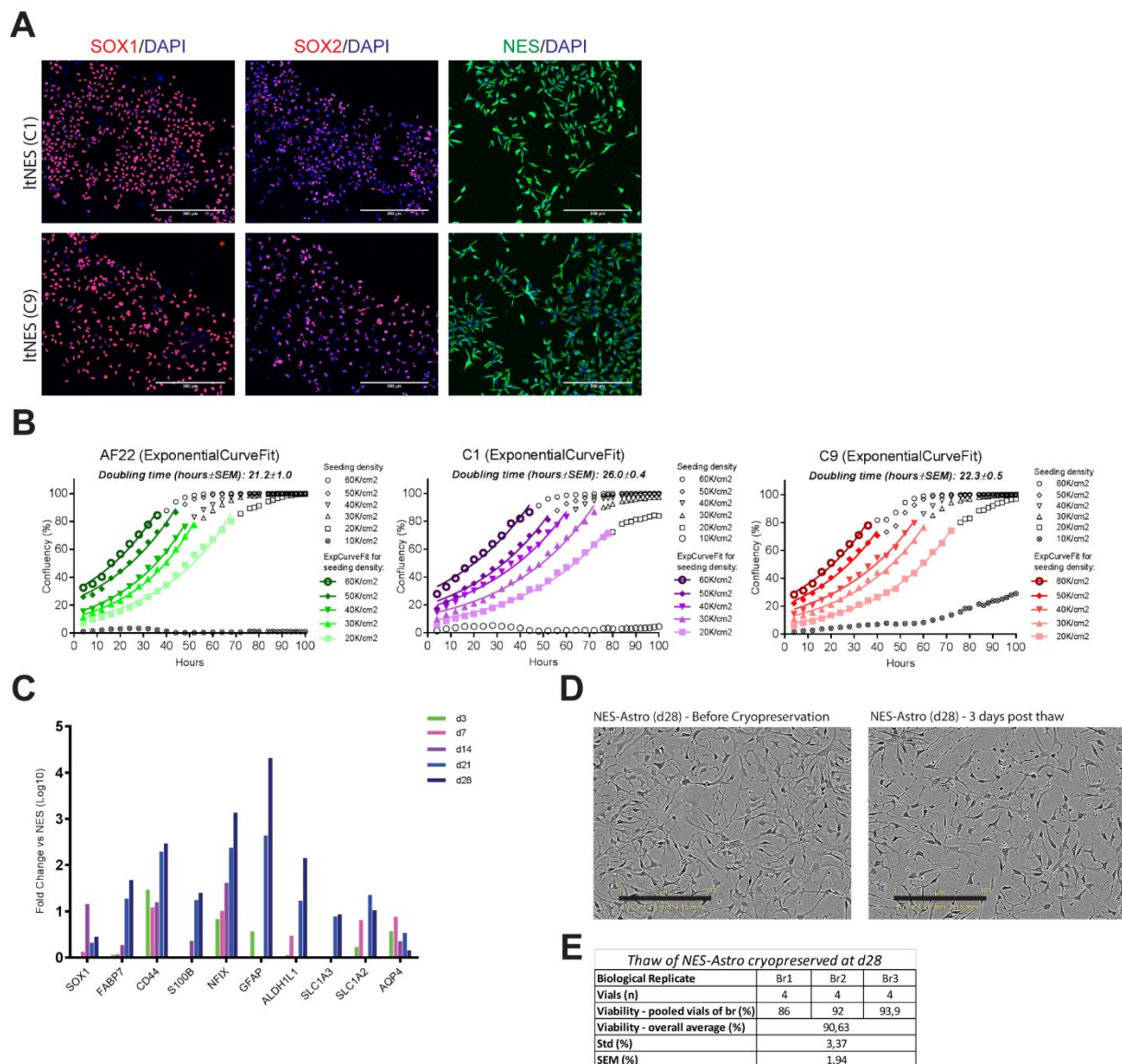
**Stem Cell Reports, Volume 10**

**Supplemental Information**

**Human iPS-Derived Astroglia from a Stable Neural Precursor State  
Show Improved Functionality Compared with Conventional Astrocytic  
Models**

**Anders Lundin, Louise Delsing, Maryam Clausen, Piero Ricchiuto, José Sanchez, Alan Sabirsh, Mei Ding, Jane Synnergren, Henrik Zetterberg, Gabriella Brolén, Ryan Hicks, Anna Herland, and Anna Falk**

## Supplemental Figures



Corresponding authors: Anna Falk and Anna Herland, Supplemental Figure S1, Bottom

### Supplemental Figure S1 (Related to Figure 1)

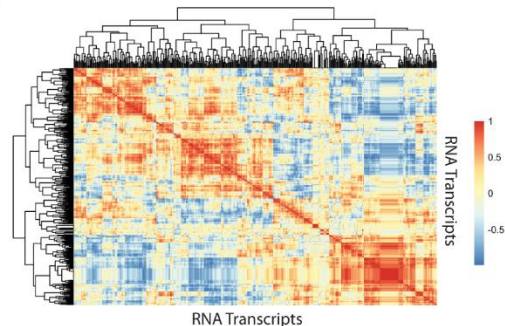
Basic validation of cell cultures **(A)** Immunocytochemical staining of neural stem cell makers for ItNES lines C1 and C9. **(B)** Confluency curves for ItNES lines AF22, C1 and C9 during 100 hours for different seeding densities between 10-60K/cm<sup>2</sup>. Exponential curve fitting to the log phase of proliferation for each seeding density and cell line is visualized by color. Doubling time is calculated for each seeding density and the average (n=5) was used to estimate doubling time for each cell line. **(C)** Real time qPCR of glia associated gens of samples taken at day (d)3, d7, d14, d21, and d28 during animal-component free differentiation of ItNES (AF22) to NES-Astro (AF22). RNA expression normalized against GAPDH. **(D)** Bright field images of NES-Astro (AF22) at cryopreservation (left) and 3 days post thaw after cryopreservation (right). **(E)** Viability at thaw of cryopreserved NES-Astro (AF22). Scale bars = 300µm.

# Functional hiPSC-derived astroglia model

**A**



**B**

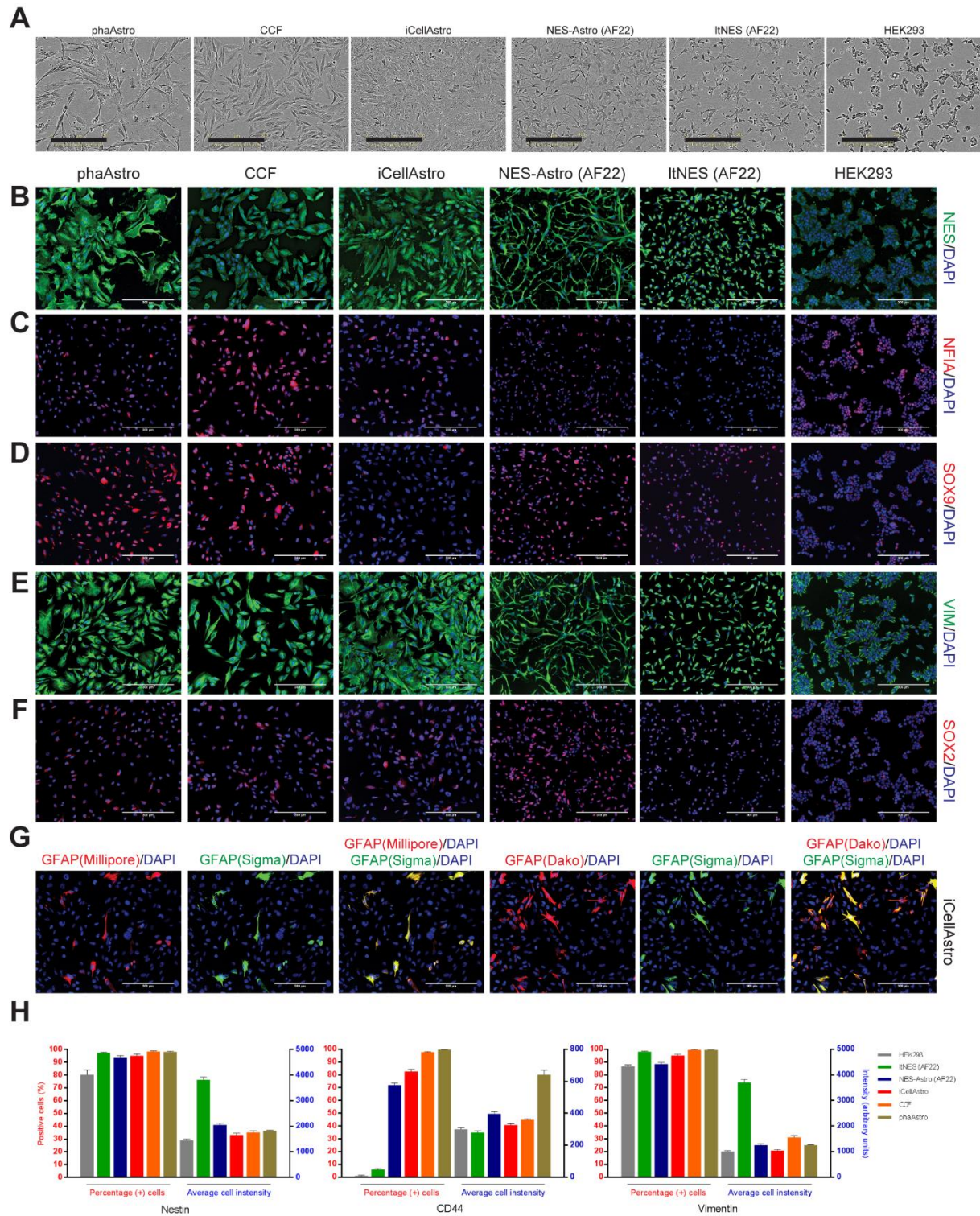


Corresponding authors: Anna Falk and Anna Herland, Supporting Information Figure S2, Bottom

## Supplemental Figure S2 (Related to Figure 2)

Workflow of transcriptomic analysis. **(A)** Schematic view of data filtering processes. Four analysis to identify diversities in the transcriptional data set of 5 neural models. Analysis including DESeq2 normalization of RNA RAW count, principle component analysis (analysis 1), Pearson's correlation of global transcriptomes (analysis 2), Pearson correlation of gene-pairs across models (analysis 3), and differential expression compared to reference sample, primary human adult astrocytes (analysis 4). **(B)** Filtering gene-pair correlations with  $r=0.00001$  selected the top 394 genes accounting for differences between models, visualized as a heat map.

# Functional hiPSC-derived astroglia model

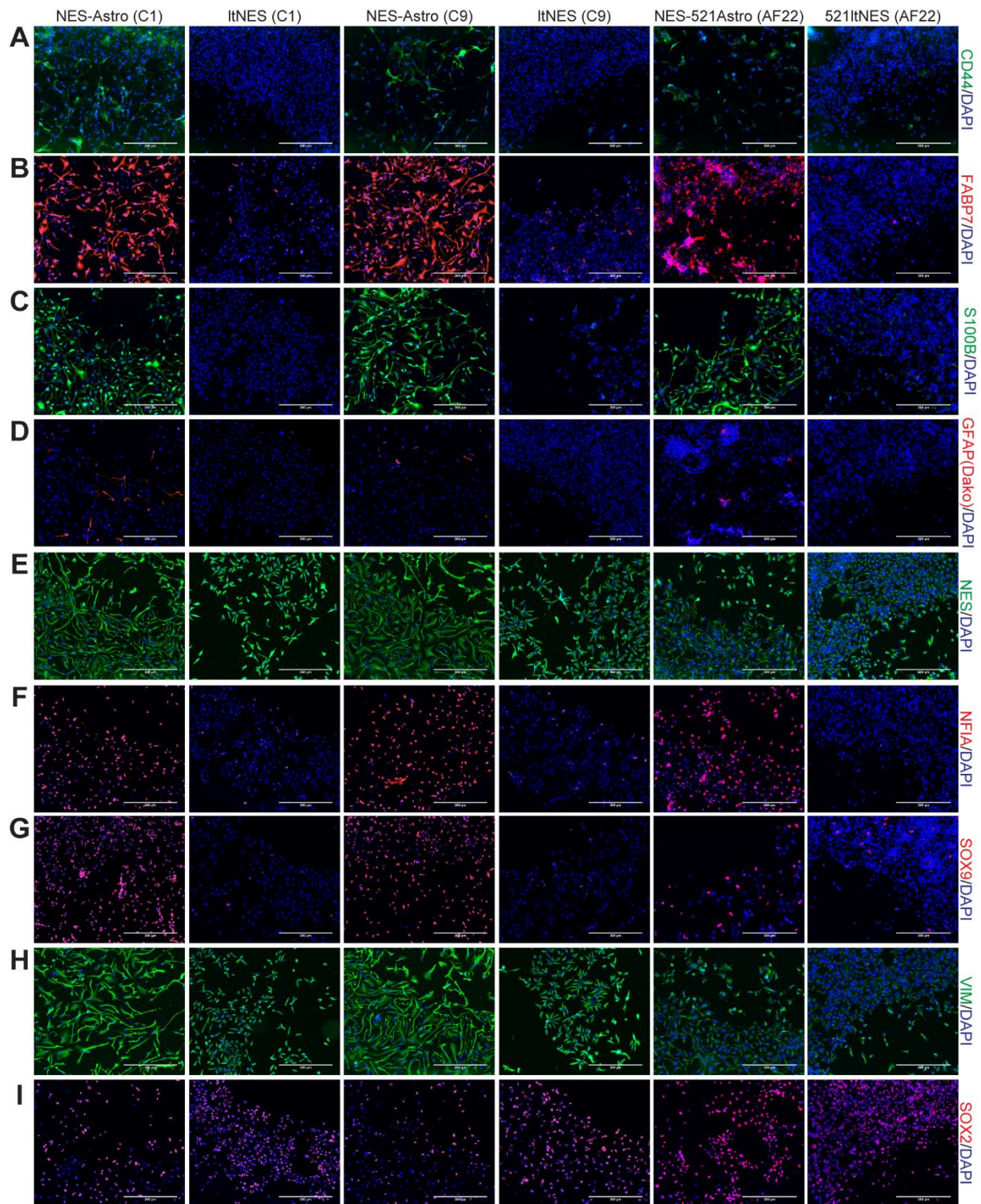


Corresponding authors: Anna Falk and Anna Herland, Supplemental Figure S3, Bottom

## Supplemental Figure S3 (Related to Figure 3)

Additional protein characterization of cellular model. **(A)** Bright field images of cellular models. **(B-F)** Immunocytochemical staining of glia associated markers. **(G)** Immunocytochemical staining of iCellAstro for GFAP protein using different types of antibodies. **(H)** Percentage CD44, NES, and VIM positive cells (left axis) with respective intensity (right axis) profile of ItNES (AF22), NES-Astro (AF22), iCellAstro, CCF, phaAstro and HEK293. Scale bars = 300µm. Data presented as mean ± SEM. Images analyzed (n = 11-18), see Table S5 for additional details

## Functional hiPSC-derived astroglia model

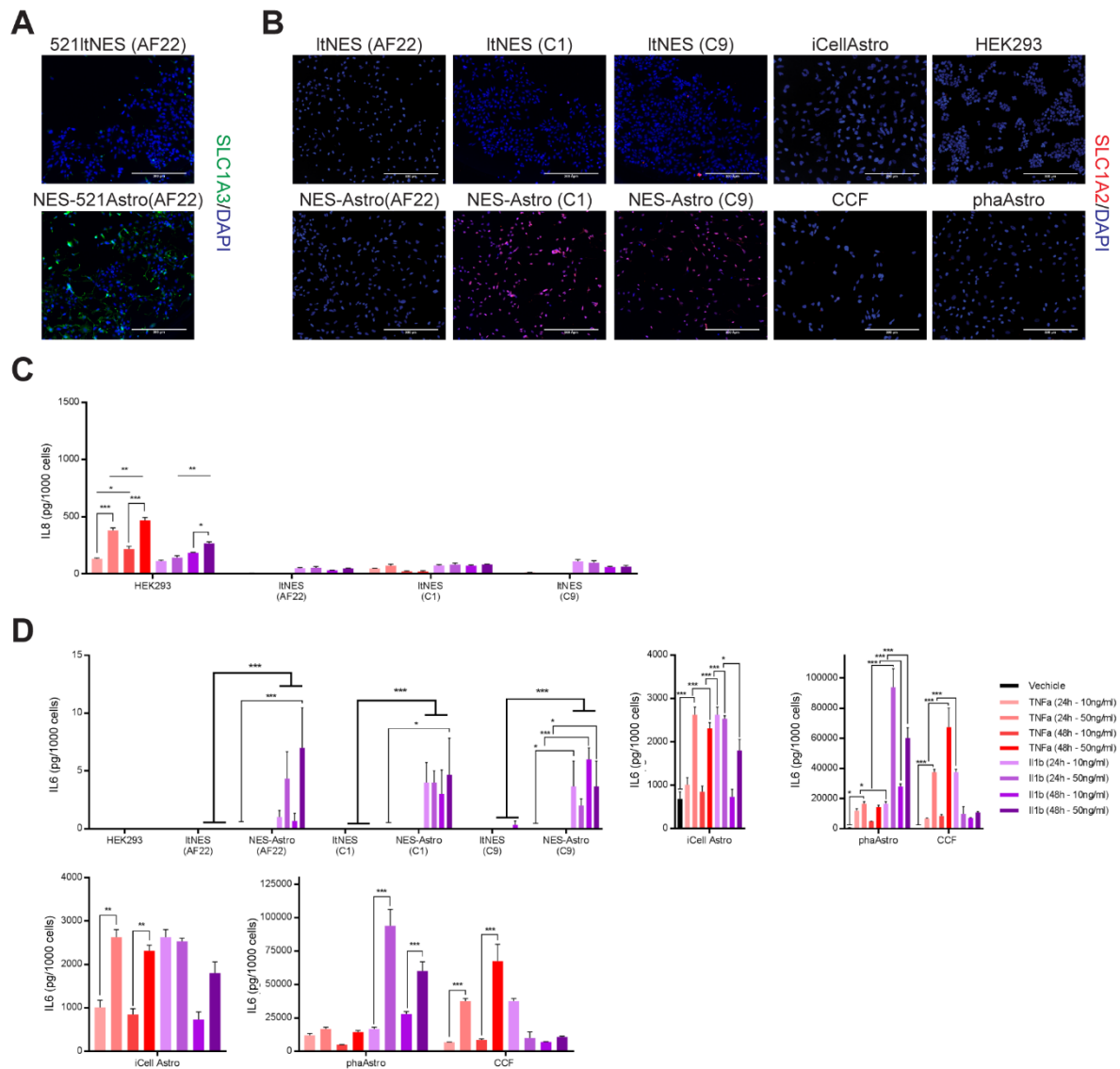


Corresponding authors: Anna Falk and Anna Herland, Supplemental Figure S4, Bottom

### Supplemental Figure S4 (Related to Figure 3)

Protein characterization of NES-Astro lines C1 and C9 (A) Immunocytochemical staining of gliia associated markers of ItNES (C1 and C9), NES-Astro (C1 and C9) and ItNES grown in animal free culture system, 521-ItNES, and differentiated in animal free culture system (FHIA521-protocol), NES-521Astro. Scale bars = 300 $\mu$ m.

## Functional hiPSC-derived astroglia model

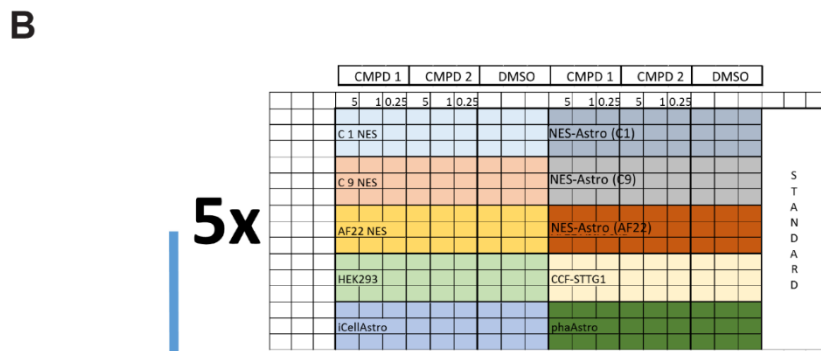
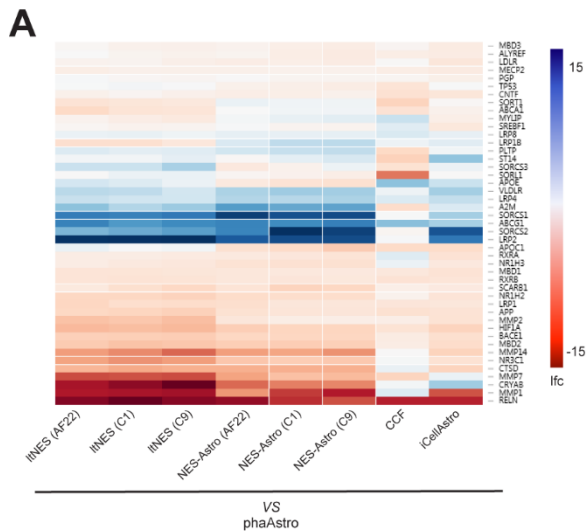


Corresponding authors: Anna Falk and Anna Herland, Supplemental Figure S5, Bottom

### Supplemental Figure S5 (Related to Figure 4)

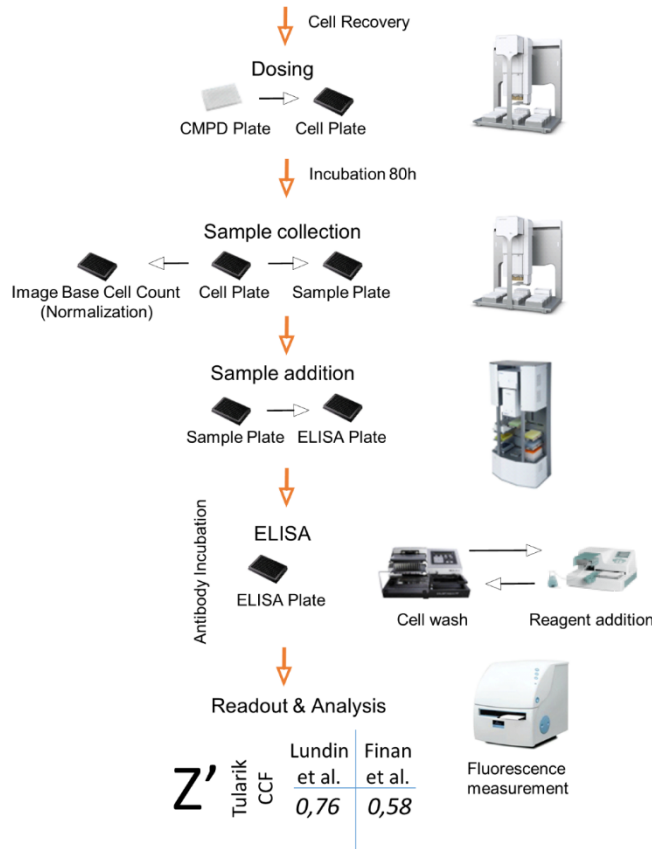
Astrocytic function associated data. (A) Immunocytochemical (ICC) staining for SLC1A3 in NES-521Astro (B) ICC staining for SLC1A2 across cellular model. (C) IL-8 secretion after 24 or 48 hours stimulation with either TNF $\alpha$  or IL1 $\beta$  at concentrations of 10 or 50ng/ml of HEK293, ItNES-AF22/C1/C9. (D) IL-6 secretion after 24 or 48 hours stimulation with either TNF $\alpha$  or IL1 $\beta$  at concentrations of 10 or 50ng/ml of all cellular models. Scale bars = 300 $\mu$ m. Data shown from independent experiments, n=3, mean  $\pm$  SEM. Statistical analysis: one-way ANOVA (C and D), \* P<0.05, \*\*P<0.01, \*\*\*P<0.001.

# Functional hiPSC-derived astroglia model



APOE Pilot Screen - Workflow

5x



- 1 Plate layout for cell seeding
- 2 Compound stimulation
- 3 Sample Collection
- 4 Sample Addition
- 5 ELISA
- 6 Readout & Analysis

Corresponding authors: Anna Falk and Anna Herland, Supplemental Figure S6, Bottom

## Functional hiPSC-derived astroglia model

### Supplemental Figure S6 (Related to Figure 6)

*APOE* associated gene network **(A)** *APOE* associated genes identified with IPA and Pathway Studios **(B)**  
Schematic overview of *APOE* secretion assay. Data shown from independent experiments, n=3, mean of DEseq2 normalized RNA expression.



## Supplemental Tables

### Supplemental Table S1 (Related to Figure 1, 3-4, S1, S3-5)

Primary and secondary antibody specifications.

<b>Antibody Target</b>	<b>Species</b>	<b>Supplier</b>	<b>Cat.No.</b>	<b>Dilution</b>
FABP7	Rabbit	Merck Millipore	ABN14	1:250
CD44	Mouse	eBioscience	11-0441	1:200
GFAP (Polyclonal)	Rabbit	Merck Millipore	AB5804	1:1500
GFAP (Clone: G-A-5)	Mouse	Sigma Aldrich	G3893	1:2000
GFAP (Polyclonal)	Rabbit	Dako	Z0334	1:1500
NES	Mouse	R&D systems	MAB1259	1:200
NF1A	Rabbit	Active Motif	39397	1:350
S100B	Mouse	Abcam	ab11179	1:500
SLC1A2 (EAAT2, GLT1)	Rabbit	Thermo Fisher	701988	1:250
SLC1A3 (EAAT1, GLAST)	Mouse	Miltenyi Biotec	130-095-822	1:100
SOX9	Goat	R&D systems	AF3075	1:100
SOX2	Goat	Merck Millipore	AB5603	1:500
VIM	Mouse	Sigma Aldrich	V6630	1:100
<b>Isotype Controls</b>				
Isotype IgG1 mouse	Mouse	Life Technologies	02-6100	1:500
Isotype IgG Rabbit	Rabbit	Life Technologies	10500C	1:1500
Isotype IgG Goat	Goat	Life Technologies	02-6202	1:2500
<b>Secondary Antibodies</b>				
Donkey anti-Mouse IgG	Donkey	Life Technologies	A-21202	1:600
Donkey anti-Rabbit IgG	Donkey	Life Technologies	A-10042	1:600
Donkey anti-Goat IgG	Donkey	Life Technologies	A-21447	1:600

## Functional hiPSC-derived astroglia model

### Supplemental Table S2 (Related to Figure 2)

Gene-pair correlation. 396 gene pairs derived from gene-pair correlation analysis,  $R=0.000001$ . For table see Excel file “AstroModels – TableS3”

### Supplemental Table S3 (Related to Figure 2)

RNA expression of top gene-pairs. DESeq2 data for top 396 identified genes derived from gene-pair correlation analysis,  $R=0.000001$ . Abbreviations: long-term self-renewing neuroepithelial-like stem cell (ItNES), ItNES derived astroglia (NES-Astro), iCell Astrocytes (iCellAstro), CCF-STTG1 (CCF), primary human adult astrocytes (phaAstro). For table see Excel file “AstroModels – TableS2”.

### Supplemental Table S4 (Related to Figure 2)

Comparison of astrocyte RNA marker selections. DESeq2 data for sub-selected genes sets specified as “common astroglia markers” and two astrocyte associated gene sets identified from single cell RNAseq data of human brain (Darmanis et al., 2015; Spaethling et al., 2017). Abbreviations: long-term self-renewing neuroepithelial-like stem cell (ItNES), ItNES derived astroglia (NES-Astro), iCell Astrocytes (iCellAstro), CCF-STTG1 (CCF), primary human adult astrocytes (phaAstro). For table see Excel file “AstroModels – TableS4”.

### Supplemental Table S5 (Related to Figure 3)

Quantification of immunocytochemical (ICC) imaging. Image based quantification of ICC where each sample and markers are presented in mean percentage positive cells and standard error of the mean (SEM) together with number of quality images (n) which have been analyzed. Abbreviations: long-term self-renewing neuroepithelial-like stem cell (ItNES), ItNES derived astroglia (NES-Astro), iCell Astrocytes (iCellAstro), CCF-STTG1 (CCF), primary human adult astrocytes (phaAstro). For table see Excel file “AstroModels – TableS5”.

### Supplemental Table S6 (Related to Figure 3)

RNA expression comparison to ICC imaged markers. DESeq2 data for genes evaluated by immunocytochemical analysis. Abbreviations: long-term self-renewing neuroepithelial-like stem cell (ItNES), ItNES derived astroglia (NES-Astro), iCell Astrocytes (iCellAstro), CCF-STTG1 (CCF), primary human adult astrocytes (phaAstro). For table see Excel file “AstroModels – TableS6”

### Supplemental Table S7 (Related to Figure 1-6)

Summary of cell lines and experiments included in the manuscript. Cell lines with annotated cellular origin are specified in columns while experimental evaluations are specified in rows. Cross section marked with ‘x’ implies the inclusion of a cell line in a specific experimental evaluation. Abbreviations: long-term self-renewing neuroepithelial-like stem cell (ItNES), ItNES derived astroglia (NES-Astro), iCell Astrocytes (iCellAstro), CCF-STTG1 (CCF), primary human adult astrocytes (phaAstro). For table see Excel file “AstroModels – TableS7”

## Supplemental Videos

### Supplemental Video S1 (Related to Figure 1)

During the differentiation of ItNES to NES-Astro one bright field image was taken each day from differentiation day 0 to day 28. Scale bars = 300 $\mu$ m. Abbreviations: long-term self-renewing neuroepithelial-like stem cell (ItNES), ItNES derived astroglia (NES-Astro).

## Supplemental Experimental Procedures

### Long Term Neural Epithelial Stem Cell (ItNES) Culture

We have previously shown that ItNES can be generated from several hiPSC and hESC lines and that they can be cultured and maintain their neural stem cell profile for up to 100 passages (Falk et al., 2012). Generation of ItNES from hiPSC was performed by the iPS Core facility at Karolinska Institutet by neural induction as previously described (Koch et al., 2009). Stem cell cultures were lifted and by the use of collagenase (Invitrogen, Carlsbad, CA) dissociated into small aggregates and plated on ultra-low attachment plates in human embryonic stem cells (hESC) media (DMEM/F12 or knock-out DMEM, 15% or 20% (KSR), 2mM L-glutamine, 0.1mM beta-mercaptoethanol, 0.1mM NEAA (all from Invitrogen). Media was changed every second to third day for a period of 5–7 days. Plates were coated by applying 10 $\mu$ g/cm<sup>2</sup> poly-L-ornithine (Sigma, St. Louise, MO) and floating aggregates were seeded into these plates. Rosettes, which appear after about one week, were picked manually with a needle every second day. Before transferred to a non-adhesive culture plate the purity of the rosette clusters, later forming neurospheres, were inspected under the microscope. After 2-5 days in DMEM/F12, 0.1mg/ml Penicillin/Streptomycin, 1.6g/l glucose, 2mM L-glutamine, and N2 supplement (1:100; Invitrogen), neurospheres were dissociated in trypsin for 5–10 minutes before addition of a trypsin inhibitor. Cells were centrifuged for 5 minutes at 300 g before being resuspended and plated onto 2 $\mu$ g/cm<sup>2</sup> poly-L-ornithine and 0.2 $\mu$ g/cm<sup>2</sup> laminin (PLO-Laminin) (both Sigma) coated plates into the same media supplemented with 10ng/ml EGF, 10ng/ml FGF2, (both from R&D systems, Minneapolis, MN) and B27 (1  $\mu$ l/ml, Invitrogen). Every second to third day cells were passaged at a ratio of 1:3 using trypsin.

### Doubling Time Calculations

Long-term NES to astroglia cells were counted at every passage during their differentiation using a Cedex HiRes Analyzer (Roche, Switzerland). The differentiation timeline was then categorized into four ranges d0-d7, d8-d15, d16-d21, and d22-d28, each range containing two passages from each biological replicate, n=6 for each range. Cells were calculated to be in exponential growth phase and doubling time for each time range using the following formula:

$$\text{Doubling time (DT)} = \frac{T * \ln(2)}{\ln\left(\frac{X_e}{X_b}\right)}$$

*T*=time between measurements, *X<sub>e</sub>*=population number in of the end measurement,  
*X<sub>b</sub>*=population number from the start measurement

### Cell Culture

Human Brain Astrocytes (HBA, Lot#HMP202-4014, donor age 27 years old) isolated from adult human cortex were purchased from Neuromics (Edina, MN) and cultured according to manufacturer's instructions. HBA were cultured on AlphaBioCoat matrix using Astrocyte Growth Medium containing 10% fetal bovine serum (FBS) (both from Neuromics). HBA were passaged with trypsin/EDTA once they reached 90% confluence and subcultured at a ratio 1:2. All experiments were performed at passage 2 to 3.

The astrocytoma cell line CCF-STTG1 was purchased from ATCC (Manassas, VA) and grown on tissue culture treated plates using astrocyte culture medium, consisting of DMEM-High Glucose-GlutaMAX, N2 supplement (1:100), and FBS (10%) (all from Invitrogen). Cells were passaged with trypsin/EDTA (Invitrogen) once they reached 80% confluence and subcultured at a ratio 1:2.

iCell Astrocytes were purchased from Cellular Dynamics International Inc (Madison, WI) and cultured according to manufacturer's instructions. In short, cells were grown on Matrigel coating (8.6 $\mu$ g/cm<sup>2</sup>) using astrocyte culture medium, which consists of DMEM-High Glucose-GlutaMAX, N2 supplement (1:100), and FBS (10%) (all from Invitrogen).

## Functional hiPSC-derived astroglia model

HEK293 was purchased from ATCC, and grown on tissue culture treated plates using DMEM-High Glucose-GlutaMAX, Non-essential amino acid (NEAA, 1:100), and FBS (10%) (all from Invitrogen).

All cells were maintained in a humidified incubator with 5% CO<sub>2</sub> at 37C. A summary of cell lines included in the different experiments are specified in Table S7.

### Quantitative real-time PCR

Total RNA was isolated using RNeasy Mini kit according to the manufacturer's instructions (Qiagen, Germany). cDNA synthesis was performed using High Capacity cDNA Reverse Transcription Kit (Invitrogen) according to manufacturer's instructions. TaqMan Master Mix was used together with TaqMan Assays to amplify relevant genes, and run on QuantStudio™ 7 Flex Real-Time PCR System (all from Invitrogen). TaqMan Assay gene names (assay ID); GAPDH (Hs04420697\_g1), SOX1 (Hs01057642\_s1), FABP7 (Hs00361426\_m1), CD44 (Hs01075861\_m1), S100B (Hs00902901\_m1), NFIX (Hs00231172\_m1), GFAP (Hs00909236\_m1) ALDH1L1 (Hs00201836\_m1), SLC1A3 (Hs00188193\_m1), SLC1A2 (Hs01102423\_m1), AQP4 (Hs00242342\_m1). The expression data was normalized against glyceraldehyde 3-phosphate dehydrogenase (GAPDH). All differentiation time points were characterized with three biological replicates.

### mRNA Library Construction and Sequencing

Total RNA was isolated using miRNeasy Kit according to the manufacturer's instructions (Qiagen). The quality of the RNA was assessed by a Fragment Analyzer (Advanced Analytical Technologies, Ankeny, IA). Samples with RNA integrity number >9 were used for library preparation. One microgram of total RNA was used for each library. Illumina TrueSeq Stranded mRNA LT Sample Prep Kit (Illumina, San Diego, CA) was used to construct poly(A) selected paired-end sequencing libraries according to TrueSeq Stranded mRNA Sample Preparation Guide (Illumina). All libraries were quantified with the Fragment Analyzer (Advanced Analytical Technologies), pooled and quantified with Qubit Fluorometer (Invitrogen) and sequenced using Illumina NextSeq 500 sequencer (Illumina). Three biological replicates were sequenced per sample.

### RNAseq Processing and Analysis

An overview of the RNAseq data were processed using Blue Collar Bioinformatics (bcbio-nextgen). The sequencing reads in fastq files were aligned to the human genome (hg38) via Hisat2, and read counts were extracted, summarized and annotated using Sailfish and Htseq-count. The annotated, combined counts on gene level were then used for differential expression analysis with the DESeq2 (Love et al., 2014) package for R (<https://cran.r-project.org/>). To first explore the data, we perform a principal components analysis on the DESeq2 *rlog* transformed data using R's base function *prcomp*, analysis 1 (Figure S2A). Cell models were compared computing both the sample and gene Pearson correlation matrices using R's base function *cor* analysis 2 and 3, respectively (Figure S2A). The differential expressional analysis was carried out with DESeq2 and genes were selected with false discovery rate (Benjamini-Hochberg procedure) adjusted p-value less than or equal to 0.05 and absolute log base 2 fold change larger than 3, analysis 4 (Figure S2A). The APOE associated genes were collected from Pathway Studio (<http://www.pathwaystudio.com>), and IPA (<https://www.qiagenbioinformatics.com>) and crossed referenced with the brain specific proteome presented from The Human Protein Atlas (<https://www.proteinatlas.org/>) to find brain associated APOE genes.

### Immunocytochemistry

Immunocytochemistry and staining were carried out by fixating cells in formaldehyde for 10-20 minutes at room temperature. The fixated cells were washed using phosphate-buffered saline (PBS) solution and incubated in blocking and permeabilization buffer; 10% donkey serum, 0.1% Triton X, PBS (all from Invitrogen), for 1 hour (h) at room temperature. Primary antibodies were diluted in antibody buffer; 1% donkey serum, 0.01% triton, PBS (all from Invitrogen), and incubated with the cells at 4°C overnight. Appropriate secondary antibodies were used in mono labeling and multiplexing. Primary and secondary antibodies used in the present study are presented in Table S1. DAPI (1:2000; Invitrogen) was used for nuclei staining. Staining background signals were acquired using isotype controls; specified in Table S1. Images were captured using ImageXpress wide field microscope and

## Functional hiPSC-derived astroglia model

downstream image analysis utilized MetaXpress software (both from Molecular Devices, Sunnyvale, CA). Detailed quantification data presented in Figure 3 are outlined in Table S5.

### Glutamate Clearance Assay

A Glutamine/Glutamate Determination Kit (Sigma) was used to measuring the decrease of glutamate in the cell culture media over time. Assay was initiated 72 hours after plating in order to let the cell recover. Depending on proliferation rate cells were seeded at either 40K (HEK, iCell, Primary, CCF) or 70K (NES-Astro) cells/cm<sup>2</sup>. To account for seeding and proliferation variability affecting total cell number cell viability was assessed directly after sample isolation using Image-IT™ DEAD Green™ Viability Stain (ThermoFisher), according to manufacturer's instructions. Image based viable cell count was performed using ImageXpress wide field microscope and downstream image analysis utilized MetaXpress software (both from Molecular Devices, Sunnyvale, CA). Viable cell count was used to normalize subsequent glutamate secretion data.

Before the assay cells were washed with HBSS (Invitrogen) buffer and incubated with HBSS (Invitrogen) for 30 minutes. To evaluate contributions of major glutamate uptake transporters 100μM L-glutamic acid (Invitrogen) was prepared with either the SLC1A3 (Glast) inhibitor UCPH 101 (Abcam, United Kingdom) at 1.34μM or the SLC1A2 (Glt-1) inhibitor WAY 213613 (Tocris, United Kingdom) at 0.17μM. 100μM L-glutamate (Invitrogen) solution was prepared in HBSS (Invitrogen) with or without inhibitors and incubated with the cells. After various time points the glutamate concentration remaining in the media was measured following enzymatic reaction at 340nm using a Multi-label reader (Perkin Elmer, Waltham, MA). After subtraction of background (blank sample containing 0nM glutamate) the decrease of glutamate in the media was determined using the glutamate standard prepared according to manufacturer's instructions. Directly after sample isolation cell viability was assessed using Image-IT™ DEAD Green™ Viability Stain (ThermoFisher) according to manufacturer's instructions. Image based cell count was performed using ImageXpress wide field microscope and downstream image analysis utilized MetaXpress software (both from Molecular Devices, Sunnyvale, CA). Viable cell count was used to normalize glutamate secretion data.

### Inflammatory assay

Inflammatory response was assessed by TNFα and IL1β (both from R&D systems) stimulation followed by detection of IL-6 and IL-8 secretion using iQue Beads (Intellicyt Corporation, Albuquerque, NM, USA). Assay was initiated 72 hours after plating in order to let cells recover after plating. Depending on proliferation rate cells were seeded at either 40K (HEK, iCell, Primary, CCF) or 70K (NES-Astro) cells/cm<sup>2</sup>. To account for seeding and proliferation variability, affecting total cell number, cell viability was assessed directly after sample isolation using Image-IT™ DEAD Green™ Viability Stain (ThermoFisher), according to manufacturer's instructions. Image based viable cell count was performed using ImageXpress wide field microscope and downstream image analysis utilized MetaXpress software (both from Molecular Devices, Sunnyvale, CA). Viable cell count was used to normalize subsequent IL6 and IL8 secretion data. Before the assay cells were washed two times with specific culture model media (see section cell culture). Specific cell culture media was added for each model before pro-inflammatory stimulation. Cells were incubated for 24 or 48 hours with 10 or 50 ng/ml recombinant human TNFα or 10 or 50ng/ml recombinant human IL1β. IL6 and IL8 cytokines in the samples were quantified using the MultiCyt QBeads® assay according to the manufacturer's instructions with an assay miniaturization modification (Intellicyt). Human IL6 and IL8 cytokine standards for iQue Qbead assays were provided as individually packaged lyophilized spheres with the MultiCyt Qbead human PlexScreen 2-plex assay kit (Part no. #90602, Intellicyt Corporation). A cocktail mix of the IL6 and IL8 standards was prepared by combining the lyophilized spheres into one vial then dissolving the spheres with assay buffer to reach a desired stock concentrations at 40,000 pg/mL. The IL6 and IL8 standard stocks were aliquoted and stored at -80°C until use. 2uL of supernatants (un-diluted or 1/10-diluted) from the cell plates, as well as 2uL of standard (IL6 and IL8) were transferred to 384-well V-bottom plates. 2μL of mixed capture beads for IL6 and IL8 were added to each well. After 1hr incubation at RT, 2μL of detection reagent were added to each well. The plates were incubated for 2hr in dark. The beads were washed once with 25uL/well of wash buffer and re-suspended in 10uL/well of wash buffer. The plates were analyzed on the iQue Screener Plus (Intellicyt Corporation, Albuquerque, NM, USA) with 3 sec/well sip time using a predefined Qbeads template for IL6 and IL8. Quantification of IL6 and IL8 was done using the ForeCyt® software by recalculating the signal from the standard curves using BL2-H median values (BL2, Ex488nm, Em 572/28nm).

## Functional hiPSC-derived astroglia model

### Calcium signaling response

Cell lines were seeded, at appropriate densities in BrainPhys™ Neuronal Medium (STEMCELL Technologies, Cambridge, UK) (Bardy et al., 2015), into Greiner 384 well imaging plates 72 hours prior to the start of the experiment and then loaded, according to the manufacturer's instructions, with Calcium5 dye (Molecular Devices) for 30 min at 37 °C prior to imaging. Depending on proliferation rate cells were seeded at either 40,000 (HEK, iCell, Primary, CCF) or 70,000 (NES-Astro) cells/cm<sup>2</sup>.

The plates were imaged using a Yokogawa CV7000 (Yokogawa Electric Corporation, Japan) high-throughput confocal microscope that maintained the cells in a humidified 37 °C atmosphere with 5% CO<sub>2</sub>. Each well was imaged 250 times, once every 500 msec using an Olympus 20x objective (UPLSAPO NA 0.75). Compounds or control solutions were injected in 1:1 volumes after 5 images (time 0): 3 μM ATP or L-glutamic acid (both from Sigma) final concentrations.

Automated image analysis was performed using Fiji (Schindelin et al., 2012). Image stacks consisting of the 250 images from each well were used to create minimum and maximum projections. Auto local thresholding (v1.16.5) using the MidGrey method and, morphological filtering, were used to identify cells in the maximum projection image and exclude debris or larger clumps of cells. Each image stack was corrected by subtracting the minimum projection image and the median Calcium5 fluorescence intensity was measured for each cell, in each image. An additional calculation was performed for every cell, to determine the rate of change in calcium fluorescence, by subtracting the median fluorescence value from the preceding frame. This reveals the magnitude of the change in fluorescence from one frame to the next. More than 500 cells per well were typically evaluated. Spotfire software (7.0.2; TIBCO Software Inc., CA, USA) was used for visualization and analysis of the 120 million data points retrieved from images analysis.

### APOE stimulation and quantification

APOE stimulation and quantification experiments were scaled down to 384 well plate format and optimized for a semi-automated process to increase robustness and enable a higher through put of compounds for future screening. Cells were seeded in Corning CellBind Surface 384wp (Corning Inc, Corning, NY) at a density of 9000cells/well, in their respective culture media and coating (see section "Cell Culture"). Before addition of compound, media was exchanged to DMEM/F12 with 1% FBS (Invitrogen). Compounds and control (DMSO, Invitrogen) were diluted in DMEM/F12 with 1% FBS and then half of the media in each well was exchanged to media containing compound. Each compound was dosed at 5μM, 1μM and 0.25μM, final DMSO concentration in controls were 0.05%. After 80h the medium was collected and APOE levels were measured by sandwich ELISA. Media change, dosing and collection of samples were performed using a Bravo Liquid Handling Platform (Agilent Technologies, Santa Clara, CA). APOE monoclonal coating antibody (E276, Mabtech, Sweden) and APOE monoclonal detection antibody (E887, Mabtech) were used for the ELISA. Briefly, MaxiSorp 384 micro plates (Nunc, Denmark) were coated with 25μl/well of 1.66μg/ml anti-human APOE (mabtech # mAb E276) diluted in PBS overnight at 4°C. Plates were washed three times with 50μl PBS containing 0.05% Tween-20 (PBST)/well before adding the blocking buffer containing PBST with 1% BSA (all from Sigma). Washing was performed with an EL406 Washer Dispenser (BioTek) and dispensing of reagents was performed with a Multidrop Combi Reagent Dispenser (Thermo Scientific). Blocking buffer was incubated with shaking for 1h at room temperature. The plate was washed three times with 50μl/well PBST before adding the sample using a BioCel 1600 (Agilent Technologies) and incubating at room temperature with shaking for 1h. Unbound media components were eliminated by washing 4 times with 50μl/well PBST. 25μl Anti-human APOE–biotin (Mabtech # mAb E887) diluted to 1μg/ml in PBS was added and incubated with shaking 1h at room temperature. Four washes with PBST were performed to eliminate any unbound antibody. 25μl streptavidin-Horse radish peroxidase (HRP) (Invitrogen) diluted 1:1000 in blocking buffer was added and incubated with shaking for 1h followed by 4 washes with 50μl/well PBST. 40μl of 9:1 QuantaBlu Substrate Solution (Thermo Fisher Scientific, Waltham, MA): QuantaBlu Stable Peroxide Solution (Thermo Fisher Scientific) was added to each well and fluorescence was measured at 460nm on Envision 2104 Multilable reader (Perkin Elmer) after 60 minutes. The signal was related to an APOE amount by comparing with a standard curve for APOE, made by spiking the medium with 10 different concentrations from 1.9ng/ml to 400ng/ml of APOE (Mabtech) and recording the fluorescence response from the ELISA.

## Functional hiPSC-derived astroglia model

### Statistical Analysis

Student's t-test with two-tailed distribution, assuming equal standard deviation distribution, one-way and two-way ANOVA with Bonferroni multiple testing correction was used for statistical. The type of statistical method used for certain experiments is specified in each figure legend. For RNAseq analysis DEseq2, Principle component analysis, Pearson correlation matrices, for more detailed description see section "*RNAseq Processing and Analysis*"

## Supplemental References

Bardy, C., van den Hurk, M., Eames, T., Marchand, C., Hernandez, R.V., Kellogg, M., Gorris, M., Galet, B., Palomares, V., Brown, J., et al., 2015. Neuronal medium that supports basic synaptic functions and activity of human neurons in vitro. *Proceedings of the National Academy of Sciences of the United States of America* 112(20), E2725-2734.