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## A surge of DNA damage links transcriptional reprogramming and hematopoietic deficit in Fanconi anemia

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### SUMMARY

Impaired DNA crosslink repair leads to Fanconi anemia (FA), characterized by a unique manifestation of bone marrow failure and pancytopenia among diseases caused by DNA damage response defects. As a germline disorder, why the hematopoietic hierarchy is specifically

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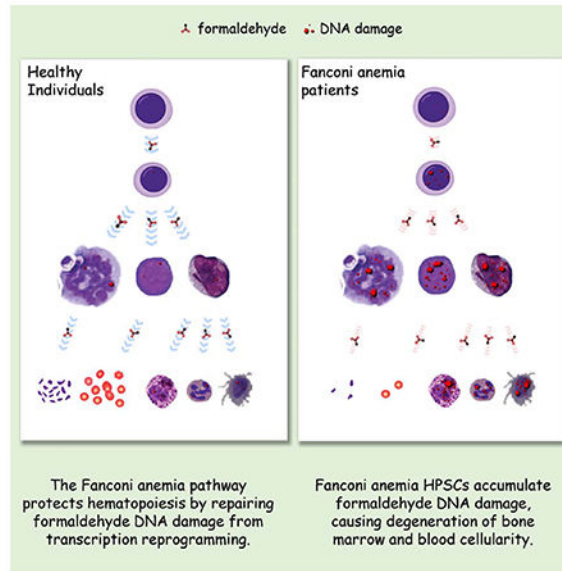
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affected is not fully understood. We find that reprogramming transcription during hematopoietic differentiation results in an overload of genotoxic stress, which causes aborted differentiation and depletion of FA mutant progenitor cells. DNA damage onset most likely arises from formaldehyde, an obligate by-product of oxidative protein demethylation during transcription regulation. Our results demonstrate that rapid and extensive transcription reprogramming associated with hematopoietic differentiation poses a major threat to genome stability and cell viability in the absence of the FA pathway. The connection between differentiation and DNA damage accumulation reveals a novel mechanism of genome scarring and is critical to exploring therapies to counteract the aplastic anemia for the treatment of FA patients.

## Graphical Abstract



## INTRODUCTION

Defects in various DNA repair mechanisms give rise to more than 13 cancer-prone genetic syndromes (Rass et al., 2007; Weinberg, 2014). While a number of these disorders are accompanied by aberrant lymphocyte profiles owing to the impaired V(D)J recombination (Rooney et al., 2004), Fanconi anemia (FA) patients present a distinct and severe manifestation of bone marrow failure and aplastic anemia, presented by a general and progressive deficit in blood and bone marrow cellularity (D'Andrea, 2010).

The FA pathway is primarily responsible for the processing of strong replication-stalling lesions such as interstrand crosslinks (ICLs) and DNA-protein crosslinks (DPCs) (Ceccaldi et al., 2016; Duxin and Walter, 2015). Among the 24 identified FA genes, nine act upstream in response to replication stress to activate the FA pathway via monoubiquitination of FANCD2 and promote FANCD2 recruitment at the sites of DNA lesions or stalled forks (Garcia-Higuera et al., 2001; Meetei et al., 2003; Shen et al., 2009). The FA core complex consisting of FANCA, B, C, E, F, G, and L monoubiquitinates the FANCD2 and FANCI complex, which in turn orchestrates the recruitment of FA pathway nuclease scaffold and

nucleases for the removal of crosslinking lesions (Huang et al., 2014; Rajendra et al., 2014; Smogorzewska et al., 2007). A group of recombination factors (FANCD1/Brca2, FANCN/PALB2, FANCO/RAD51C), whose biallelic mutations leads to FA, are involved in the downstream processing of DNA double strand breaks (DSBs), as a potential intermediate of ICL/DPC repair or resulting from replication fork collapse (Petermann et al., 2010).

In addition to DNA crosslinking damage repair, there is growing evidence that the FA pathway is important for stabilization/fork protection during replication stalling. Defects in FA genes lead to accelerated erosion of daughter strands when replication is interrupted by dNTP depletion or polymerase inhibition (Schlacher et al., 2012). The replication fork erosion phenotype can be mitigated by suppression of exonucleases such as ExoI (Karanja et al., 2012). A commonly perceived model based on these observations is that the FA pathway is required to prevent erroneous and excessive processing of replication forks when fork progression is stalled (Karanja et al., 2014; Tian et al., 2017).

FA pathway functions in DNA crosslinking damage repair and replication stress response are essential across all cell types. Why the hematopoietic system is particularly affected remains to be fully defined. In humans, bi-allelic mutations in any of the 24 FA genes are singly causative for FA disease manifestations. In mice, however, onset of the hematopoietic phenotype requires co-inactivation of the aldehyde dehydrogenase genes ALDH2 or ADH5, plus the exogenous challenge of alcohol or methanol (Langevin et al., 2011; Rosado et al., 2011). These observations revealed a genetic interaction between the FA pathway and aldehyde metabolism and a potential role for aldehyde-mediated DNA damage as a cause of genomic instability (Garaycochea et al., 2018). However, the endogenous source of aldehydes and the triggering event for the distinctive blood and bone marrow cell loss remains unclear.

In this study, we tested the idea that cellular differentiation is a potential source of endogenous genotoxic stress in hematopoietic cells. Blood progenitor and stem cell models deficient in the FA mechanism showed severe deficiency in their differentiation capacity and a strong accumulation of endogenous DNA damage as a result of differentiation induction. The endogenous DNA damage appears to originate from formaldehyde, which accumulates as a byproduct of protein demethylation during rapid and extensive epigenetic reprogramming of blood progenitor cells. Impaired repair of formaldehyde-induced DNA crosslinking damage in FA mutant cells attenuated lineage progression and caused cell death, which likely leads to the attrition of blood and bone marrow cells. These findings establish a more precise cause of the hematopoietic manifestation in Fanconi anemia patients.

## RESULTS

### Deletion of FANCL attenuates hematopoietic differentiation

Biallelic mutation of FA genes is singly causative for the degenerative blood phenotypes in human. To determine whether a defective FA pathway is sufficient to impair the viability of blood cells, we disrupted the FANCL E3 ligase gene, which is essential for the FA pathway activation, in two distinct types of progenitor cells (Fig. S1A–C). The HL60 promyelocyte is a bipotent progenitor capable of differentiating into monocytes or

neutrophils. The K562 myelogenic cells are a pluripotent precursor capable of transitioning into four myeloid lineages. In the *FANCL*<sup>-/-</sup> HL60 and K562 knockout mutants, ablation of the FA mechanism was verified by the *FANCL-null* status, elimination of damage-induced FANCD2 monoubiquitination, and hypersensitivity to mitomycin C (Fig. 1A, S1G, H). The fact that knockout mutants were obtained with typical frequencies suggests that deletion of *FANCL* does not render a significant proliferation disadvantage to these progenitor cells. Indeed, cell proliferation of the *FANCL* mutants appears indistinguishable from their isogenic parental controls (Fig. 1B). These results suggest that the FA mechanism is not essential for blood progenitor survival and proliferation.

We next tested the differentiation competence of the *FANCL*<sup>-/-</sup> mutants into their designated lineages. When wild-type HL60 cells were differentiated to monocytes by treatment with vitamin D3 (V-D3), more than 67.6 ± 1.8% of the cells expressed the monocytic marker CD14, reflecting a normal progression of differentiation. V-D3-induced differentiation of an HL60 *ADH5*<sup>-/-</sup> mutant was similar to that of the *FANCL*<sup>+/+</sup> cells (Fig. S2A), indicating that neither loss of *ADH5* nor the CRISPR knockout manipulation affected HL60 differentiation into monocytes. By contrast, loss of *FANCL* in HL60 cells led to a significantly reduced CD14-positive cell population (34 ± 2.93%) (Fig. 1C). Similarly, loss of *FANCL* in K562 cells substantially hampered their differentiation into megakaryocytes induced by PMA (phorbol myristate acetate) (Fig. 1D).

Cellular adhesion is an acquired functional characteristic of monocytes and megakaryocytes. As a result of *FANCL* deletion, *FANCL*<sup>-/-</sup> HL60 and K562 mutants exhibited markedly reduced yields of adherent monocytes and megakaryocytes, respectively, compared to that of the *FANCL*<sup>+/+</sup> cells and the *ADH5*<sup>-/-</sup> mutant (Fig. 1E–H). These results indicate an aborted lineage progression in the absence of an intact FA pathway. Moreover, V-D3-induced differentiation resulted in a pronounced increase in apoptosis of the *FANCL*<sup>-/-</sup> mutant cells, compared to the parental HL60 cells or the *ADH5*<sup>-/-</sup> mutant (Fig. 1I, S2B–D). In the K562 *FANCL*<sup>-/-</sup> mutants, differentiation into either megakaryocytes or erythroids led to significant increases in apoptosis (Fig. 1J, K, S2E–F). In contrast, disruption of *FANCL* in HeLa cells had no effect on apoptosis, with or without V-D3 exposure (Fig. S2G–H). Moreover, K562 knockout mutants of the *XPA* and *MSH2* genes are able to differentiate normally as the wild-type cells (Fig. S2I–M), suggesting that attenuated differentiation is specifically attributed to the loss of the FA pathway, rather than a general mutational stress from unrepaired nucleotide excision repair lesions or mismatches.

To extend the results generated from immortalized progenitor models, we tested primary human hematopoietic stem cells (CD34<sup>+</sup> HSCs) isolated from healthy bone marrow donors. HSCs were subjected to gRNA-mediated *FANCL* depletion to disable the Fanconi pathway. A lentiviral vector expressing both CAS9 and GFP was co-transfected with gRNA expression vectors producing either *FANCL* gRNA or LacZ gRNA as a negative control. Ablation of the of Fanconi mechanism was confirmed by the abolished FANCD2 monoubiquitination (Fig. S2N). The resulting HSCs were induced with SCF/IL-3/EPO for five days to drive their differentiation toward the erythroid lineage. Flow cytometry was performed to determine the proportion of cells positive for both GFP and CD71, a marker for erythroid lineage. As shown in Fig. 1L–M, 18.28% HSCs treated with a control gRNA

(anti-LacZ) exhibited GFP-CD71 positivity, whereas loss of FANCL substantially decreased the GFP-CD71-positive cells to 8.12%, indicating that the FA pathway is critical for the differentiation of primary HSCs.

Taken together, these results indicate that, in the absence of the FA pathway, the onset of cellular differentiation is detrimental to the survival and lineage progression of hematopoietic progenitor and stem cells.

### **The FA mechanism is essential for the protection of transcription re-programming during hematopoietic differentiation.**

Tissue morphogenesis and cellular differentiation requires transcription reprogramming of a defined set of genes to attain the tightly orchestrated lineage transition. In particular, hematopoietic differentiation involves rapid and extensive reprogramming to accomplish the drastic changes in both cellular functionality and morphology (Ramirez et al., 2017). Such drastic transcription adjustments are likely associated with acute elevation of genotoxic stress including accumulation of the R-loop structure (Schwab et al., 2015) and increased nuclear production of formaldehyde as a result of histone demethylation (Kooistra and Helin, 2012).

To determine whether FANCL-deficient blood cells exhibit disrupted differentiation reprogramming, we analyzed transcription response upon differentiation induction. *FANCL*<sup>+/+</sup>, *ADH5*<sup>-/-</sup>, and *FANCL*<sup>-/-</sup> HL60 cells were subjected to V-D3 induction and their transcription activities were determined by transient tritium uridine labeling. As shown in Fig. 2A, *FANCL*<sup>+/+</sup> and *ADH5*<sup>-/-</sup> HL60 cells exhibited profound increase ( $7.6 \pm 0.6$ -fold and  $6.9 \pm 0.7$ -fold, respectively) in their transcription activities upon V-D3 induction. Loss of FANCL, in contrast, severely hindered transcription upregulation and presumably interrupted lineage progression at various stages. Consistent with this result, inactivation of FANCL in K562 cells substantially reduced the transcription activities when driven to differentiate into megakaryocytes (Fig. 2B), compared to wild-type K562 cells. These results suggest that a defective FA pathway is likely sufficient and causative for the disruption of lineage progression of blood progenitors.

To assess the extent of transcription activity changes among distinct types of cellular differentiation, human bone marrow-derived mesenchymal stem cells (MSCs) were induced to differentiate into adipocytes, and transcription activities during the course of differentiation were measured (Fig. 2C). We found no significant changes in transcription levels despite the complete transition of cell type, suggesting that differentiation *per se* is not necessarily accompanied by a strong burst of transcription regulation. Given that the MSC to adipocyte differentiation spans a course of 18 days, transcription reprogramming is likely distributed along the duration of differentiation without an acute increase of transcription. Consistently, SaSO2 cells differentiating into osteocytes also showed no detectable variations in transcription activities (Fig. S3A, B). To determine whether more rapid differentiation leads to a dramatic change in transcription, MSCs were driven to neuron-like cells, which occurs within 24 hours. Analysis of transcription activities found a moderate increase of  $0.82 \pm 0.3$ -fold between 0 to 4 hours after induction (Fig. 2D), compared to the 7.6-fold increase in differentiating wild-type HL60 cells. These

observations suggest that hematopoietic progenitors undergo an extensive transcription upregulation during their differentiation than other cell types and that the regulated transcription is disrupted by the impaired FA pathway.

### Differentiation causes strong endogenous DNA damage in FA mutant cells

The disadvantageous outcomes of the differentiating *FANCL*<sup>-/-</sup> mutant progenitors suggest an elevated presence of endogenous genotoxic stress during the course of their differentiation. To determine whether genotoxic stress occurs during differentiation and whether it elicits a response from the Fanconi anemia pathway, we examined differentiating blood progenitor cells for their FANCD2 focus formation, which reflects the activation of the FA mechanism. In HL60 cells induced to differentiate by V-D3 for 8 hrs (Fig. 3A, B), the amount of FANCD2 foci exhibited a significant increase compared to the mock-induced control. The amplitude of FANCD2 foci in differentiating HL60 cells is comparable to that of an 8-hr exposure to 500  $\mu$ M exogenous formaldehyde. In differentiating K562 cells induced by PMA, a similar increase in FANCD2 foci was observed compared to uninduced cells (Fig. 3C, D). Thus, differentiation of hematopoietic progenitors appears to generate endogenous DNA damage or replication stress, triggering the response from the FA pathway.

Consistent with differentiation-mediated FANCD2 activation, analysis of the DNA damage surrogate marker  $\gamma$ H2AX revealed a drastic increase in  $\gamma$ H2AX foci formation and  $\gamma$ H2AX level in *FANCL*<sup>-/-</sup> HL60 cells induced by V-D3 (Fig. 3E, J, M, S4A, C). Differentiation of *FANCL*<sup>-/-</sup> K562 cells into megakaryocytes also resulted in markedly increased  $\gamma$ H2AX (Fig. 3F, K, M, S5A, C). Loss of ADH5 produced no detectable effect on  $\gamma$ H2AX levels during differentiation (Fig. 3G, L, S6C). These results suggest that inactivation of *FANCL* strongly elevated the amount of DNA damage during blood progenitor differentiation.

Congruent with these findings, 53BP1 staining showed a substantial increase of foci formation in *FANCL*<sup>-/-</sup>, compared to *FANCL*<sup>+/+</sup> cells treated with V-D3, reflecting the presence of DNA double strand breaks arising from differentiation of the *FANCL*<sup>-/-</sup> mutant cells (Fig. 3H). Similarly, K562 *FANCL*<sup>-/-</sup> mutant driven to megakaryocytes displayed significant increase in 53BP1 foci compared to wild-type cells (Fig. S5B, D).

In contrast to the discrete and uniformly dispersed  $\gamma$ H2AX foci induced by ionizing radiation or DNA-damaging agents, differentiating *FANCL*<sup>-/-</sup> mutant cells exhibited a patched/clustered pattern of  $\gamma$ H2AX staining (Fig. 3A, B), raising the possibility that the DNA damage may occur at localized nuclear compartments such as active clusters of transcription or replication. To this end, we examined focus formation of CSB, a key factor in transcription-coupled DNA repair, which is recruited specifically to the site of DNA lesions stalling transcription elongation (Fousteri and Mullenders, 2008; Sarker et al.). As shown in Fig. 3I, we found that CSB staining in the *FANCL*<sup>-/-</sup> cells exhibited a remarkable increase upon V-D3 induction, suggesting that differentiation-induced DNA damage most likely resides at areas of active transcription.

To further establish that differentiation-induced DNA damage is linked to transcription re-programming, we performed ChIP-Seq analyses to identify the genomic regions enriched by  $\gamma$ H2AX pulldown. *FANCL*<sup>+/+</sup> and *FANCL*<sup>-/-</sup> K562 cells were subjected to  $\gamma$ H2AX

ChIP with and without PMA induction. We used HOMER software to identify  $\gamma$ H2AX binding regions which were significantly increased in IP pulldown samples over the control input sample. Shown in Fig. 3N, S6D, PMA-treatment led to a significantly increased reads of coding sequences in *FANCL*<sup>-/-</sup> than in the *FANCL*<sup>+/+</sup> cells, suggesting that loss of FANCL is responsible for the increased DNA damage at transcribed regions during differentiation. When comparing HOMER-identified regions with increased  $\gamma$ H2AX signals, we observed a marked increase of chromosomal regions mapped to promoters (defined as  $\pm$  2kb of TSS) ( Fig. 3O) in differentiating *FANCL*<sup>-/-</sup> cells compared to *FANCL*<sup>+/+</sup> cells identically induced. Also, differentiating *FANCL*<sup>-/-</sup> mutant cells exhibited a PMA-dependent enrichment of promotor sequences when compared to the untreated *FANCL*<sup>-/-</sup> cells. This finding is further exemplified by comparing normalized  $\gamma$ H2AX reads in the 4kb TSS region for top 632 genes in PMA-treated K562 cells exhibiting at least 2-fold more sum reads than the untreated cells. As shown in the heat map (Fig. S6E), PMA-induced differentiating *FANCL*<sup>+/+</sup> K562 cells displayed a visibly increased DNA damage in the TSS regions compared to mock-induced controls. In the *FANCL*<sup>-/-</sup> mutants, induction of differentiation led to more extensive damage in the TSS regions compared to the mock-induced mutants.

These results suggest that, in the absence of FA pathway function, hematopoietic differentiation inflicts DNA damage preferentially in the coding and transcription regulatory regions of the genome, most likely causing severe disruption of transcription reprogramming during differentiation.

Given that differentiation-mediated DNA damage appears to localize at transcribed regions of the genome, we asked whether the drastic elevation of transcription during reprogramming prompted R-loop accumulation and gave rise to secondary damage that disrupts differentiation and causes cell death. We performed immunohistochemistry analyses with the S9.6 antibody in wild-type and *FANCL*<sup>-/-</sup> mutants (HL60 and K562) with and without differentiation induction and quantified the formation of nuclear R-loops. In wild-type HL60 cells, V-D3 treatment caused a modest increase of R-loop formation, likely reflecting the augmented transcription activities. The *FANCL*<sup>-/-</sup> mutant exhibited a higher level of V-D3-induced R-loop formation, albeit slightly latent to the onset of  $\gamma$ H2AX foci formation (Fig. S4B, D), suggesting that loss of the FA pathway results in both DNA damage and the R-loop accumulation in differentiating HL60 cells. In the K562 *FANCL*<sup>-/-</sup> mutant cells, the onset of  $\gamma$ H2AX foci and R-Loop signal appears to be nearly concurrent (Fig. S5A, C; Fig. S6 A, B), suggesting that R-Loop accumulation might occur independent of DNA damage during K562 differentiation. Together, these results indicate that differentiating FA mutant cells encounter a significantly elevated level of genotoxic stress.

### Differentiation of blood cells leads to accumulation of nuclear formaldehyde

A broad array of posttranslational modifications, such as histone ubiquitination, acetylation, and methylation, are reversed in order to switch on and switch off the genes specific to the committed lineage during hematopoietic differentiation. Among them, oxidative protein demethylation, via either LSD1 or the JMJ family of protein demethylases, yields the



highly reactive formaldehyde as an obligatory final product (Shi et al., 2004; Tsukada et al., 2005). Therefore, a differentiation-dependent increase in nuclear formaldehyde would be expected if rapid and intense transcription reprogramming takes place during the blood cell differentiation. Indeed, using an enzyme-coupled fluorometric assay, we detected significantly increased cellular levels of formaldehyde in VD-3–induced wild-type and *FANCL*<sup>-/-</sup> HL60 cells (Fig. 4A). A significant increase of cellular formaldehyde also occurred in differentiating wild-type and *FANCL*<sup>-/-</sup> K562 cells (Fig. 4B). These results suggest that the observed rise in cellular formaldehyde levels is a function of blood cell differentiation rather than defects in the Fanconi anemia pathway.

To further test this premise, HeLa wild-type and *FANCL*<sup>-/-</sup> mutant were treated with V-D3 and no altered formaldehyde levels were detected (Fig. S7A). When a *FANCD2*<sup>-/-</sup> mutant derived from the terminally differentiated TK6 human lymphoblastoid was treated with V-D3, the same level of intracellular formaldehyde was maintained (Fig. S7B). Thus, generation of formaldehyde appears to depend on blood cell differentiation potency and that deficiency in FA pathway *per se* is not a cause of the rising formaldehyde levels.

To visualize accumulation of formaldehyde in differentiating blood cells, we used a formaldehyde-responsive fluorescent probe RFAP-2 (Brewer et al., 2017). As shown (Fig. 4C, E), PMA-induced K562 cells displayed a strong nuclear formaldehyde signal as a result of differentiation. To confirm this result, we tested primary human hematopoietic stem cells (HSCs, CD34<sup>+</sup>). HSCs were driven toward erythroids by SCF/IL-3/EPO (Fig. S7C) and we observed a strong increase of nuclear formaldehyde marked by the RFAP-2 probe (Fig. 4D, F), further confirming a differentiation-induced accumulation of nuclear formaldehyde in blood progenitor/stem cells.

To examine the connection between formaldehyde generation and the extent of transcription reprogramming, we analyzed formaldehyde production during the MSC differentiation to neuron-like cells and found no significant increases during the course of transcription upregulation (Fig. 4G), presumably because the extent of transcription reprogramming is not sufficiently large. Similarly, analysis of formaldehyde levels in MSC cells driven to adipocytes showed nearly unaltered levels during the course of differentiation (Fig. 4H). In the case of human SaOS2 osteoblasts transitioning to osteocytes (Fig. S3A), slight decreases of cellular formaldehyde levels were observed (Fig. 4I). Furthermore, *FANCL*<sup>-/-</sup> MSC cells can differentiate into neuron-like cells with the same efficiency as wild-type cells, indicating that Fanconi pathway deficiency does not broadly impair cellular differentiation (Fig. S7D, E). Together these data suggest that differentiation-mediated increase in nuclear formaldehyde likely arises from extensive and rapid transcription reprogramming of blood progenitor/stem cells during the lineage transition.

### Increased accumulation of DNA-protein crosslinking damage in *FANCL* mutant cells

Release of formaldehyde within the proximity of transcribed regions is expected to inflict DNA crosslinking damage to genomic DNA. The affected deoxyguanine residuals in genomic DNA can be converted via the NaCNBrH<sub>3</sub>-mediated reductive reaction into N2-methyl-dG (NmdG), a chemical marker of formaldehyde-modified DNA that is detectable by mass spectrometry (Yu et al., 2015). We prepared genomic DNA from

*FANCL*<sup>+/+</sup> and *FANCL*<sup>-/-</sup> cells with or without a 5-day V-D3 induction and treated the DNA with NaCNBrH<sub>3</sub> to convert formaldehyde-prevalent DNA lesions to NmdG. Using heavy isotope-labeled NmdG as a quantitative standard, we analyzed the formation of formaldehyde-inflicted DNA lesions (Fig. 5A, S8A–D). We found that differentiation of wild-type cells resulted in a moderate increase in NmdG, consistent with the accumulation of formaldehyde during normal progenitor/stem cells differentiation. In the *FANCL*<sup>-/-</sup> mutant, the NmdG level showed a modest increase compared to *FANCL*<sup>+/+</sup> cells, likely reflecting a higher basal level of formaldehyde-induced DNA lesions in the absence of repair by the FA pathway. However, a significantly elevated NmdG level is detected in *FANCL*<sup>-/-</sup> cells treated with V-D3, demonstrating that a proficient FA pathway is important to protect differentiating cells from formaldehyde-inflicted DNA damage.

To validate this premise further, we analyzed levels of DNA-protein crosslinks (DPCs) using a modified indirect assay (Hu et al., 2020). Wild-type and *FANCL*<sup>-/-</sup> cells were induced by V-D3 and protein-conjugated DNA was isolated by chaotropic denaturation and K-SDS precipitation. We found that differentiation of *FANCL*<sup>-/-</sup> cells resulted in a profound increase in DPCs compared to the untreated *FANCL*<sup>-/-</sup> cells (Fig. 5B). The amount of DPCs in the differentiating HL60 *FANCL*<sup>-/-</sup> cells also significantly exceeded that of the *FANCL*<sup>+/+</sup> cells exposed to 500 μM of exogenous formaldehyde, a lethal dose to most cultured cells. These results illustrate extensive formation of endogenous DPCs in differentiating *FANCL*<sup>-/-</sup> HL60 cells. Supporting this notion, K562 *FANCL*<sup>-/-</sup> exhibited a significant increase of DPCs when driven to megakaryocytes by PMA induction (Fig. 5C). On the other hand, HeLa wild-type and *FANCL*<sup>-/-</sup> mutant cells treated with V-D3 did not show any increase in DPCs, suggesting that in non-differentiating cells, FA pathway defect does not give rise to measurable DPC accumulation (Fig. S8E). Furthermore, K562 knockout mutants deficient in the mismatch repair and nucleotide excision repair mechanisms did not show any increase in DPC formation as a result of PMA-mediated differentiation (Fig. S8F). Collectively, these results suggest that the FA pathway is critical in minimizing endogenous formaldehyde-induced DNA crosslinking damage and protecting hematopoietic differentiation.

## Discussion

Reprogramming gene transcription is essential to any cellular differentiation and inevitably causes formaldehyde release at transcribed regions. However, the magnitude of formaldehyde release likely differs vastly depending on the scale and the dynamics of the orchestrated gene expression and epigenetic regulations. Results from this study demonstrate that the Fanconi anemia pathway plays a critical role in preventing the accumulation of endogenous DNA damage primarily formed during blood progenitor cell or blood stem cell differentiation.

Hematopoietic progenitors and stem cells continuously undergo rapid and nonreplicative differentiation to sustain the fast replenishing rate of terminally differentiated blood cells (Grinenko et al., 2018). The rapid and extensive transcription reprogramming during hematopoietic differentiation creates a temporal and spatial burst of nuclear formaldehyde, which potentially generates DNA crosslinks in genes participating in the reprogramming

process and likely gene cascades involved in the ensuing stress responses. This is reflected by the increased DNA damage susceptibility of TSS regions during differentiation (Fig. 3N–O). Conversely, for cellular differentiation with less extensive transcription reprogramming and/or spanning a prolonged duration, formation of formaldehyde-induced DNA damage is expected to be significantly lower and remain at a sustainable level. Supporting this notion, we observed differentiation-mediated accumulation of nuclear formaldehyde only in blood progenitor/stem cells, but not in other types of cellular differentiation including adipocytes, neurons, and osteocytes (Fig. 4). This is further substantiated by the result that *FANCL* knockout MSC cells can differentiate normally into neuron-like cells as wild-type cells. These results are consistent with the fact many FA patients undergo normal development into adulthood despite their germline mutations.

Repair mechanism of DNA crosslink damage, include ICLs and DPCs, are likely to be complex. Give the excessive bulkiness of the protein moiety in a DPC lesion, proteolytic size reduction seems to be a necessary to reduce the steric hindrance. Biochemical studies in xenopus egg extracts using a defined DPC lesion suggests that the DNA-dependent proteinase SPRTN and proteasome are involved in processing DPCs and the DPC repair relies on replication but not on FANCI/D2 (Duxin et al., 2014; Duxin and Walter, 2015; Larsen et al., 2019). Our results showed significant accumulation of global DPCs in differentiating *FANCL*<sup>-/-</sup> cells (Fig. 5B, C), suggesting that the FA mechanism is involved in DPC removal during differentiation. As formaldehyde is cable of generating a large variety of DPCs, it is plausible that a subset of DPCs is repaired in a replication dependent manner, while the others reply the FA mechanism to introduce lesion-removing incisions, especially in differentiating progenitor/precursor cells which generally cease to replicate DNA.

Our study shows that loss of the FA pathway during differentiation leads to acute accumulation of endogenous DNA damage in two different types of myeloid progenitors and primary HSCs. Interestingly, reprogramming FA cells during iPSC generation was found to cause cell death (Raya et al., 2009), which could be mediated, at least partially, by an acute onset of endogenous DNA damage from extensive transcription reprogramming. The rapid increase of formaldehyde-induced DNA crosslinks creates a strong deleterious impact and causes aborted differentiation or DNA damage-induced apoptosis. The elevated accumulation of R-Loops in FA-deficient cells may also cause additional disruption of differentiation (Schwab et al., 2015). Deriving this mechanism generally in hematopoiesis, abrogated differentiation and cell death upon differentiation are expected to gradually deplete stem cell and progenitor pools from the hematopoiesis hierarchy (Fig. 5D). Such a mechanism may delineate, at least in part, the progressive and general attrition of blood/ bone marrow cellularity in FA patients. It is also plausible that formaldehyde-mediated damage during differentiation constitutes a frequent source of DNA strand breaks to promote translocations in both lymphoid and myeloid cells, elevating predisposition to hematopoietic malignancies observed in FA patients (Nalepa and Clapp, 2018). Additionally, our findings shed light on the observation that aldehyde dehydrogenases are a frequent biomarker of stem cells and particularly hematopoietic progenitors (Armstrong et al., 2004; Dalerba et al., 2007; Hess et al., 2006; Moreb, 2008). The finding that differentiation reprogramming is the pathogenic trigger of Fanconi anemia may offer a new avenue of

therapeutic exploration for the treatment of aplastic anemia and bone marrow failure in FA patients.

### Limitations

The main conclusion of this work depends partly on the notion that transcription reprogramming during hematopoietic differentiation is more extensive and rapid compared to solid tissue differentiation, which would likely result in HSPC differentiation causing an acute accumulation of nuclear formaldehyde from histone demethylation.

It would have been ideal to include data comparing the extents of transcription reprogramming of HSPCs and other cell types. However, selection of cell types and differentiation routes/destinations can be arbitrary if only a limited number of cell types are profiled. Moreover, the transcription cascades, of HSPCs or other tissue types, are unlikely to spread out uniformly over the course of differentiation, rendering the sampling time difficult to justify. Therefore, a large number of HSPC and other types of cellular differentiations would have to be analyzed to test the notion that the extent of reprogramming in HSPCs explains our observations.

## STAR METHODS

### RESOURCE AVAILABILITY

**Lead Contact**—Further information and requests for resources and reagents should be directed to and will be fulfilled by the Lead Contact, Li L. leili852002@yahoo.com

**Materials Availability**—All unique/stable reagents generated in this study are available from the Lead Contact with a completed Materials Transfer Agreement.

**Data and Code Availability**—The data for  $\gamma$ H2AX ChIP-Seq analysis of K562 *FANCL*<sup>+/+</sup> and *FANCL*<sup>-/-</sup> cells upon 3-day treatment with PMA reported in this paper was deposited in the Gene Expression Omnibus (GEO) database (accession number: GSE161891). Original data for images in the paper is available at Mendeley Data <https://data.mendeley.com/sckwd9jgnc>

### EXPERIMENTAL MODEL AND SUBJECT DETAILS

**Cell lines and Reagents**—HL-60 cells (acquired from ATCC, CCL-240) were maintained in RPMI 1640 medium supplemented with 50 units/ml penicillin, 50  $\mu$ g/ml streptomycin, and 20% heat-inactivated fetal bovine serum (FBS). TK-6 cells were grown in RPMI 1640 medium supplemented with 10% FBS and antibiotics. The hTERT immortalized adipose derived mesenchymal stem cells (ATCC, SCRC. 4000) were maintained in Complete Growth Medium (Mesenchymal Stem Cell Basal Medium + Mesenchymal Stem Cell Growth Kit and 0.2 mg/mL G418). HeLa cells and SaOS-2 cells were obtained from ATCC maintained in Dulbecco's modified Eagle's medium (DMEM) with 10% FBS and 50 units/ml penicillin-50  $\mu$ g/ml streptomycin. Human cord blood CD34+ cells were purchased from STEMCELL Technologies (Cat 70008.3) and maintained in StemSpan™ SFEM II medium (Cat 09655). All cells were cultured at 37 °C in 5% CO<sub>2</sub> incubators.

1 $\alpha$ ,25-Dihydroxyvitamin D<sub>3</sub> (V-D<sub>3</sub>) (Cat. D1530), Phorbol 12-myristate 13-acetate (PMA) (Cat. P1585), Hemin (Cat H9039-1G), Mitomycin C (Cat. M0503), Oil Red O solution (Cat. O-1391),  $\beta$ -glycerophosphate (Cat. G9422), and ascorbic acid (A4403) were purchased from Sigma Life Sciences. Anti-ADH5 antibody (ab91385), and anti-NeuN antibody (ab177487) were purchased from Abcam. Anti-FANCL antibody was a gift from Dr. Weidong Wang (National Institute on Ageing, NIH). FITC anti-human CD14 (Cat 325603), PE anti-human CD41 (Cat 303705) were purchased from Biolegend. StemSpan™ Erythroid Expansion Supplement (100X) (Cat 02692) and StemSpan™ SFEM II medium were purchased from STEMCELL Technologies.

## METHODS DETAILS

**Construction of CRISPR-CAS9 mutants**—Construction of the knockout mutants followed the principal procedure described by the Church group (Mali et al., 2013). Ten to 15 independent PCR product clones were sequenced to genotype each knockout mutant candidate, along with antibody-based validations.

For HL-60 cell lines, electroporation was carried out by the Neon transfection system (Invitrogen) following the protocol from the manufacture. gRNA and CAS9 expression vectors were co-transfected with pEGFP and subsequently sorted into 96-well plates using a BD FACSJazz sorter.

The gRNAs used in this study are: FANCL: 5' GGGAAGAGACTTCCACCTT 3'. ADH5: 5' GTCACGGATTCTGGTCGGCG 3'; XPA: 5' GGCGGCTTTAGAGCAACCCG 3'; MSH2: 5' GGGTCTTGAACACCTCCCCGG 3'.

All knockout mutants generated for this study were authenticated by the Characterized Cell Line Core Facility at MD Anderson using no less than 13 STR markers to confirm isogenicity with the parental cell lines.

**Apoptosis analysis**—The apoptosis of cells was assessed by FITC Annexin V Apoptosis Detection Kit I (BD Biosciences). Briefly, HL60 cells were treated or mock-treated with 100nM vitamin D<sub>3</sub> to induce differentiation for 5 days. K562 cells were either treated or mock-treated with 5nM of PMA to induce differentiation. Upon harvesting, the cells were washed with PBS and resuspended at  $1 \times 10^6$  cells/ml in 1X binding buffer. 100  $\mu$ l of cell suspension with  $1 \times 10^5$  cells were incubated with 5  $\mu$ l of Annexin V-FITC and 5  $\mu$ l of 0.5 mg/mL propidium iodide for 15 min at RT (25°C) in the dark. An additional 400  $\mu$ l of 1X Binding Buffer was added to each sample. Bivariate flow cytometric analysis was carried out on a BD Accuri™ C6 Flow Cytometer (BD Biosciences).

**Cellular differentiation**—HL60 monocytic differentiation: cells were first seeded at  $1.25 \times 10^5$  cells/ml and then treated with 100nM 1 $\alpha$ ,25-Dihydroxyvitamin D<sub>3</sub> (VD<sub>3</sub>) for 2 days. The monocytic marker CD14 was used to assess the differentiation by FACS analysis. After 7 days of VD<sub>3</sub> treatment the adherent HL-60 cells were fixed by crystal violet staining and the numbers of attached cells were scored as field/per view from multiple random fields. To induce K562 megakaryocytic differentiation, cells were seeded at  $2 \times 10^5$  cells/ml and then treated with 5nM of Phorbol 12-myristate 13-acetate (PMA).

The megakaryocytic lineage marker CD41 was used to evaluate the cell differentiation. After 5 days of PMA induction the adherent megakaryocytes were similarly assessed as for HL-60 cells. To induce K562 erythroid differentiation, cells were treated with 50 $\mu$ M Hemin for 6 days. For MSC to neuron induction, 10 ng/mL basic fibroblastic growth factor (bFGF) were added to the medium for 24hrs. The cells then were washed with PBS and transferred to fresh complete growth medium with 1 mM  $\beta$ -mercaptoethanol ( $\beta$ ME) for 24 hours. Neuronal differentiation was confirmed by Neuron N (NeuN) immunostaining and morphology changes 24 hours after induction. For MSC to adipocyte differentiation, cells were cultured in complete growth medium with 0.1  $\mu$ M of dexamethasone, 60  $\mu$ M of indomethacin, and 0.5 mM of IMBX. Medium was replaced every 3 days. Oil Red O (ORO) staining was applied to visualize the presence of lipids.

To induce osteocyte differentiation from SaOS-2 cells, 50  $\mu$ g/ml ascorbic acid (A4403, Sigma) and 7.5 mM  $\beta$ -glycerophosphate (G9422, Sigma) were added into the culture. Alkaline phosphatase (ALP) activity was measured to determine the differentiation progression. Briefly, 1.25x10<sup>4</sup> cells were lysed in 50 $\mu$ L 0.5% Triton X-100 in PBS with 3 freeze/thaw cycles. Then, 100  $\mu$ L of pNPP substrate solution (5mg pNPP tablet in 5mL diethanolamine buffer (1.02 M diethanolamine, 0.5mM MgCl<sub>2</sub>, pH 9.8)) was added to 50 $\mu$ L of the test sample and incubated at 37°C for 30min. The absorbance at 405 nm was measured by Synergy 4 microplate reader (Bioteck).

Primary human cord CD34<sup>+</sup> cell to erythroid differentiation: StemSpan™ Erythroid Expansion Supplement (100X) (Cat# 02692), consisting of recombinant human stem cell factor (SCF), recombinant human interleukin 3 (IL-3), recombinant human erythropoietin (EPO), was added into the StemSpan™ SFEM II medium (Cat# 09655) to induce the production of erythroid cell. Medium was changed every 3 days. Erythroid differentiation was assessed by the CD71 marker via FACS analysis and visual inspection of cell color. LentiCRISPR-EmGFP-sgFANCL or LentiCRISPR-EmGFP-sgLacZ were used for knockdown of FANCL and control, respectively. Transfection of HSCs was carried out by the Neon™ Transfection System (ThermoFisher), using buffer T following manufacturer protocol. 50% transfection efficiency was observed as assessed by GFP expression.

**RNA synthesis assay with metabolic incorporation of tritium-labeled uridine—**RNA synthesis was measured by *incorporation* of tritiated uridine. 10<sup>5</sup> cells were incubated with 50  $\mu$ Ci of H<sup>3</sup>-Uridine for 60 min. After labeling, cells were washed with PBS and then lysed with lysis buffer (0.1 ml of 10 mM TRIS buffer (pH 7.4) with 0.5 % SDS, 0.2 M NaCl, 10 mM EDTA, and 5 mM vanadyl ribonucleoside complex). Cell lysates were precipitated by 10% ice cold TCA and then followed by 5 % TCA wash, 95 % ethanol wash. The incorporation of tritium uridine was measured by TriCard 3100 *Scintillation Counter (Perkin Elmer)*.

**Formaldehyde fluorometric analysis—**To quantitatively analyze formaldehyde concentration in cell extracts, 10<sup>5</sup> cells were analyzed by the formaldehyde assay kit (Abcam) for detection. In brief, cells were collected at various time points and washed with cold PBS. After re-suspension in 100  $\mu$ L of cold formaldehyde assay buffer, insoluble material was removed by centrifugation. Deproteinization was achieved by the PCA-

KOH method. Supernatant was incubated with Formaldehyde reaction mix (assay buffer, formaldehyde enzyme mix, formaldehyde developer and PicoProbe) at 25 °C for 20 minutes protected from light. The fluorescence at 535/587 nm was recorded by Synergy 4 microplate reader (Biotek).

**Formaldehyde in situ detection with the RFAP2 probe**—For *in vivo* nuclear FA detection, two days after K562 cells were either mock treated or induced by PMA, the nuclei were isolated and permeabilized using procedures from the Cold Spring Harbor Protocol (doi:10.1101/pdb.top074583) and re-suspended in PBS. The formaldehyde fluorescent probe RFAP2 (exciting wavelength 488 nm, emission 550nm) and DAPI were then added immediately to the buffer at a final concentration of 5  $\mu$ M and gently shaken for 30 min at room temperature. The images from multiple random fields were taken by Zeiss LSM 880 laser scan microscope and then analyzed using the ZEN (blue edition) software. Average intensities along laser tracks were measured and ratios of line intensities over selected region areas were calculated and compared.

**Cell proliferation assay**—HL-60 and K562 cells were seeded at  $1 \times 10^5$ /ml per well in triplicates in 96-well plates. The proliferation of cells was measured by calculating cell densities every 12 hr for a total of 36 hr. The results were plotted against time with an interval of 12 hr.

**Immunohistochemistry**—For CSB, gammaH2AX, 53BP1, and S9.6 staining, HL60 cells were fixed in 3 % paraformaldehyde for 10 min at room temperature, and then permeabilized for 10 min with 0.5 % Triton-X-100. For R-loop staining, cells were fixed in ice cold methanol for 5 min and washed once with phosphate buffered saline (PBS). Then the cells were stained with antibodies overnight at 4°C. After primary antibody incubation, the cells were washed three times with PBS and incubated with Alexa Fluor 488-labeled anti-rabbit IgG antibody and Alexa Fluor 561 labeled anti-mouse IgG antibody (Invitrogen) for 1 hr at room temperature. Finally, cells were mounted in mounting solution ProLong Gold with DAPI (Invitrogen).

Image acquisition of multiple random fields was performed with a Zeiss LSM 880 laser scan microscope. Microscopy image analyses were performed using the ZEN (blue edition) software. Nuclei were manually segmented using the DAPI channel and the resulting regions of interest transferred to the fluorescence channel of interest (488 for CSB, gammaH2AX and 53BP1, 561 for S9.6). For intensity quantifications of 488/561 laser lines, average intensities along laser tracks were measured and ratios of line intensities over selected region areas were calculated and compared. Prism 6 (GraphPad Software) was used to calculate P values based on T-test analyses. Data were considered statistically significant for P values < 0.05.

**ChIP and ChIP-Seq analysis**—ChIP analysis was performed as described previously (Li et al., 2014) with minor modifications. In brief, cells were cross-linked with 1% formaldehyde for 10 min. The crosslinking reaction was stopped by adding glycine to 125 mM and incubating for 5 min. Fixed cells were scraped from dishes and washed 2x with PBS. Cell pellets were resuspended in cell lysis buffer (5 mM PIEPES pH 8.0, 85

mM KCl, 1% NP-40) containing the complete protease inhibitor cocktail (Roche) and 1 mM PMSF. After 20 min rotation in 4 °C, cell nuclei were harvested by centrifugation and resuspended in nuclei lysis buffer (50 mM Tris-HCl pH 8.0, 10 mM EDTA, 1% SDS) containing protease inhibitors prior to sonication (30 sec on 30 sec off for 60 min/round, 3 rounds) with a Bioruptor Sonicator (Diagenode) to a length of approximately 100-400 bp. Sonicated chromatin samples containing approximately 60 µg of DNA were diluted 4-fold with dilution buffer (20 mM Tris-HCl pH 8.0, 150 mM NaCl, 1 mM EDTA, 1% Triton X-100, 0.01% SDS) and were immunoprecipitated overnight at 4 °C with 2 µg of  $\gamma$ H2AX antibody. Protein A/G beads (Millipore) were added and samples were incubated for another 2 hr. The immunoprecipitates were washed 2x with low-salt buffer (20 mM Tris-HCl pH 8.0, 150 mM NaCl, 2mM EDTA, 1% Triton X-100, 0.01% SDS), 2x with high-salt buffer (20 mM Tris-HCl pH 8.0, 500 mM NaCl, 2mM EDTA, 1% Triton X-100, 0.01% SDS), and 1x with LiCl buffer (20 mM Tris-HCl pH 8.0, 250 mM LiCl, 1 mM EDTA, 1% NP40, 1% Na-Deoxycholate). DNA was eluted in elution buffer (50 mM NaHCO<sub>3</sub>, 1% SDS) by vigorously shaking for 15 min. Crosslinks were reversed in the presence of 0.3 M NaCl at 67 °C for 12 hr. DNA was purified using a PCR purification kit (Qiagen) and was sequenced using the Illumina Solexa HiSeq 2000.

Sequencing reads were mapped to human genome (version hg19) using the BWA software. Top  $\gamma$ H2AX binding regions were identified using the HOMER software (peak finding option “histone”, fold change 2,  $p < 0.0001$ ) by comparing  $\gamma$ H2AX pulldown samples with a control input sample without IP (wild type K562 untreated). Peaks are mapped to coding sequences or to promoters (within  $\pm 2$  kbp of TSS). To generate a heatmap for read counts near TSS, we focused on top 632 genes in any samples having at least 2-fold more sum reads than control in the 4kb genomic region encompassing TSS. ChIP-seq raw counts were slightly normalized for sequencing depth by scaling to allow equal background noise read levels. Sum normalized reads for 4kbp TSS region from  $\gamma$ H2AX pulldown samples were logged after subtracting reads from the control input sample and used for generating a heatmap.

**Mass spectrometry**—Deoxy Glucose, sodium cyanoborohydride (NaCNBH<sub>3</sub>), DNase I, alkaline phosphatase, phosphodiesterase were purchased from Sigma. Formaldehyde (13C, D2) was purchased from Cambridge Isotope Labs. 2'-Deoxyguanosine was generated by Berry and Associates.

Preparation of internal standard 13CD<sub>2</sub>-N<sub>2</sub>-methyl-deoxyguanosine (\*N<sub>2</sub>-mDG): The 13CD<sub>2</sub> heavy labelled methyl-deoxyguanosine (\*N<sub>2</sub>-mDG) was synthesized based on previously published method (Lu et al., 2012) with modifications. Briefly, 10 mM deoxy glucose solution was treated with 100 mM 13CD<sub>2</sub> formalin in 100 mM phosphate buffer (pH 7.2) for overnight at 37 °C. The reaction product, 13CD<sub>2</sub>-hydroxymethyl-deoxyguanosine (\*N<sub>2</sub>-OHMeDG) was eluted at 19.5 min from HPLC using 4.6 mm X 250 mm C18 analytical column. The gradient was continuous 4 to 25% methanol within 35 min at the flow rate of 500 microliter per min using 0.1% formic acid and 100% methanol with 0.1% formic acid as mobile phase. The fractions containing \*N<sub>2</sub>-OHMeDG were pooled, vacuum dried and resuspended with 200 microliters of 50 mM NaCNBH<sub>3</sub>. The mixture was incubated at 37 °C for overnight, followed by further separated by HPLC using previous



condition. The \*N2-mDG was eluted at 20.9 min. The purity and concentration of purified \*N2-mDG was determined by Fusion™ Tribrid™ Mass Spectrometer by monitoring m/z 285.2 peak with corresponding unlabeled N2-mDG (m/z 282.1).

DNA digestion: Fifty micrograms of extracted genomic DNA was reduced by incubation with 50 mM NaCNBH<sub>3</sub> in 100mM sodium phosphate buffer (pH 7.2) for 6 hr at 37°C. Reduced DNA was digested with 200 units of Dnase I, 5 units of alkaline phosphatase and 0.05 units of phosphodiesterase for 1 hr at 37°C along with 3 pico gram of internal standard (\*N2-mDG). Undigested DNA and enzymes were removed by a Pall Nano Sep 3 kDa filter at 10 kg spin for 50 min. The resulting filtrate was dried under vacuum and resuspended with 0.1% formic acid for further in housed C18 tip column purification (Jung et al., 2017). A micro-pipette tip C18 column was made from a 200 micro liter pipette tip by layering 2 mg of C18 matrix (Reposil-Pur Basic C18, 3 mm, Dr. Maisch GmbH, Germany) on top of the C18 disk (3M, Empore™ C18) plug. Resuspended samples were loaded on the C18 tip equilibrated with 0.1% FA. Bounded DNA was eluted with 200 micro liters of 50% MeOH with 0.1% FA. The eluent was vacuum dried, resuspended with 0.1% FA and subject to nanoHPLC-MS/MS analysis.

Mass spectrometry analysis: Orbitrap Fusion™ Tribrid™ (Fusion) mass spectrometer (Thermo Scientific) with NSI source been used to measure N2-mDG. The samples were loaded onto an in-house Reposil-Pur Basic C18 (3 μm, Dr.Maisch GmbH, Germany) trap column which was 2 cm × 100 μm size. Then the trap column was washed with loading solution and switched in-line with an in-house 5 cm × 150 μm column packed with Reposil-Pur Basic C18 (2 μm) equilibrated in 0.1% formic acid/water. The DNA adducts were separated with a 25 min linear gradient of 0 to 25 % acetonitrile/0.1% formic acid at a flow rate of 800 nl/min. Fusion mass spectrometer was operated in targeted mass analyzing mode. Full MS spectrum was scanned at 150- 400 m/z in 120,000 resolutions, 5×10<sup>5</sup> AGC target (50 ms maximum injection time) by Orbitrap. Two targeted mass, m/z 282.1 and m/z 285.1 was continuously isolated using quadrupole and fragmented by HCD with 30 normalized collision energies, and detected by Orbitrap with 30,000 resolutions, 50-300 m/z scan range, 5×10<sup>3</sup> AGC target, and 100 ms of maximum injection time. The area-under-curve (AUC) of transitions of m/z 282.1 → 166.0723 from endogenous N4-mDG, and m/z 285.1 → 169.0883 from internal standard \*N4-mDG was manually calculated using Thermo Xcalibur Qual Browser (Ver. 2.2) to calculate absolute amount.

**Isolation of DPC-associated DNA**—The ARK protocol (Hu et al., 2020) for measuring DPC coefficient was modified from the indirect DPC assay (Costa et al., 1996). HL60 or K562 cells (2.5 × 10<sup>6</sup>) were lysed in 950 μl of M buffer (5.6 M GTC, 10 mM Tris-HCl (pH 6.8), 20 mM EDTA, 4% Triton X-100, 1% Sarkosyl and 1% dithiothreitol) and mildly sheared with a 1-mL pipet tip (passing 6 times). DNA/DPC was recovered by precipitation with an equal volume of pre-chilled ethanol (−20°C) and as a pellet after a full speed centrifugation (micro-centrifuge) at 4°C for 20 min. The pellet was washed at 4°C one time in the buffer composed of 20 mM Tris-HCl pH 6.5, 150 mM NaCl and 50% ethanol. To dissolve the DNA/DPC pellet 0.5 ml of pre-warmed 1% SDS, 20 mM Tris-HCl (pH 7.5) was added and incubated at 42°C for 6 min. The samples were briefly spun (3500 x g, 30 seconds, on micro-centrifuge) and shorn by passing through a 25-gauge needle. 0.5 ml

of 200 mM KCl, 20 mM Tris-HCl (pH 7.5) buffer was added to precipitate SDS-bound DPCs. The samples were incubated on ice for 6 min to complete the DPC precipitation. The precipitate was pelleted after a full speed microcentrifugation for 5 min at room temperature. The supernatant was collected and set aside on ice for DNA measurement. The DPC pellet was washed in 1.5 ml of 100 mM KCl, 20 mM Tris-HCl (pH 7.5) by incubating at 55°C for 10 min, on ice for 6 min, followed by centrifugation at 20,000 × *g* speed in a micro-centrifuge at 4°C for 5 min. The supernatant was collected and combined with the previously collected supernatant for total DNA measurement. The wash procedure was repeated one more time before dissolving the DPC pellet in 1 ml of the proteinase K buffer (100 mM KCl, 20 mM Tris-HCl, pH 7.5, and 10 mM EDTA). DNA-crosslinked proteins were digested by adding proteinase K to a final concentration of 0.2 mg/ml and incubating at 55°C for 45 min. The digestion was chilled on ice for 6 min and centrifuged at 20,000 × *g* for 10 min at 4 °C to remove any debris. The 1 ml supernatant in this tube contains the DPC-associated DNA.

To determine the DPC coefficient, 10 µl from the 4 ml of the recovered free DNA supernatant, and 62.5 µl from the 1 ml supernatant from the DPC resuspension were used for DNA quantification by the PicoGreen assay kit. The DPC coefficient is expressed as the percentage of DNA from DPCs over the total DNA in each sample.

## QUANTIFICATION AND STATISTICAL ANALYSIS

P values were generated from unpaired t-tests or one-way ANOVA as indicated in the figure legends. Error bars represent standard deviations from three or more biological repeats with duplicates or triplicates.

## Supplementary Material

Refer to Web version on PubMed Central for supplementary material.

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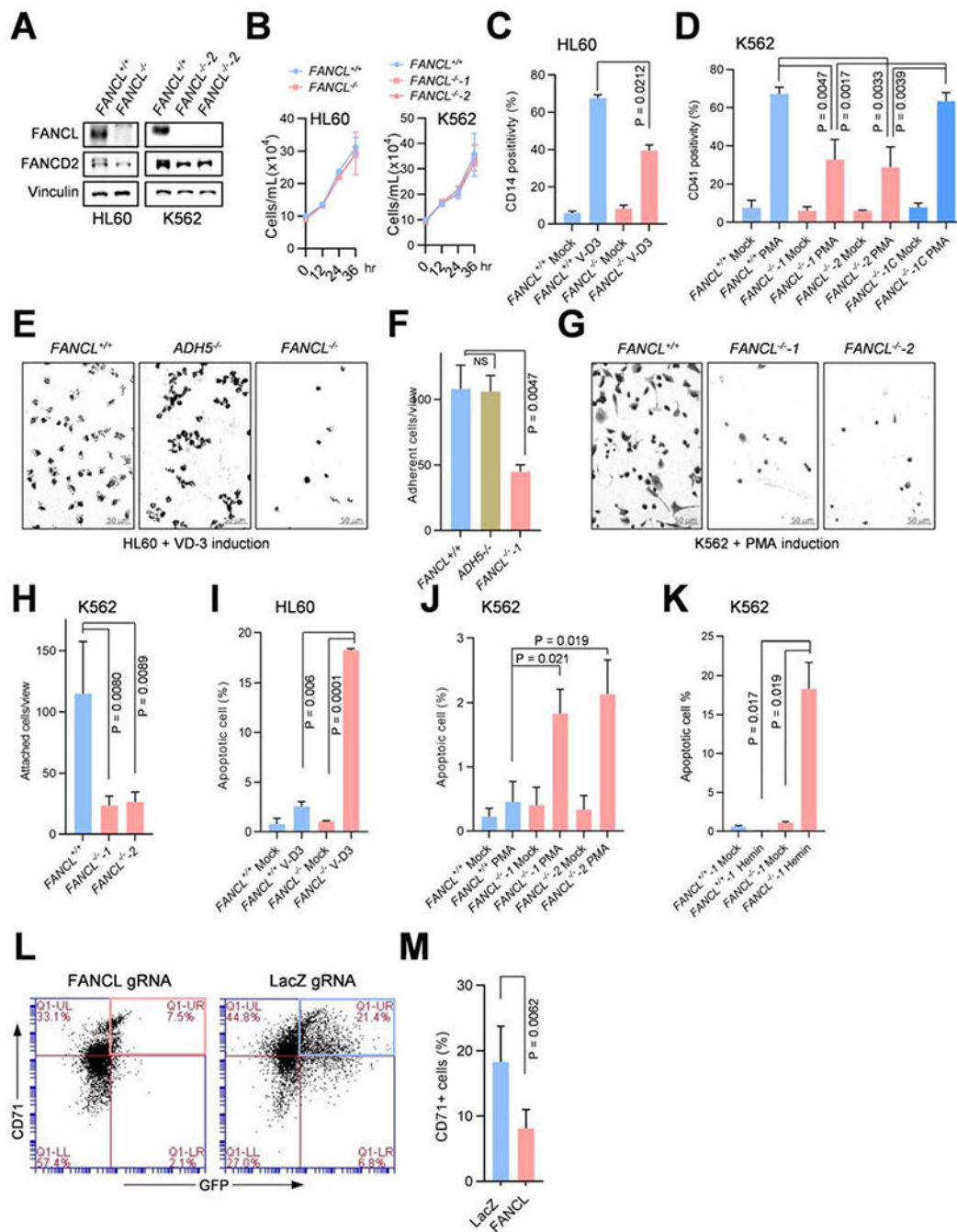
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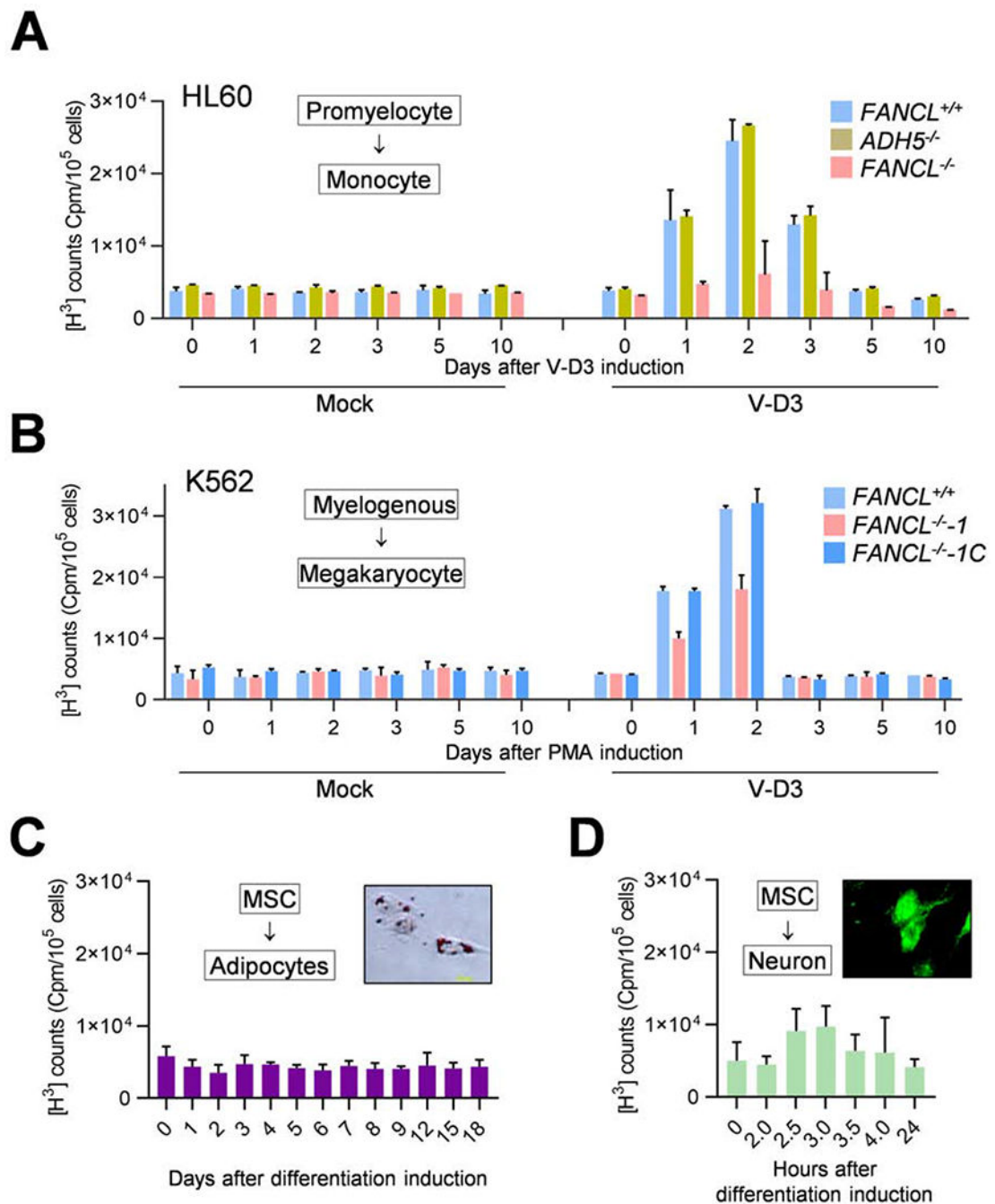
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**Fig. 1. Disruption of the FA pathway attenuates hematopoietic cellular differentiation and causes cell death.**

(A) *FANCL*<sup>-/-</sup> cells generated via CRISPR/CAS9 in HL60 and K562 cells. Parental *FANCL*<sup>+/+</sup> and *FANCL*<sup>-/-</sup> mutant cells were exposed to mitomycin C (MMC; 200 nM, 12 hours) prior to harvesting, and cell extracts were immunoblotted with FANCL (top panels) and FANCD2 (middle panels). \*Corresponds to a non-specific band detected by the FANCL antibody in K562 cells.

- (B)** Proliferation of *FANCL*<sup>+/+</sup> and *FANCL*<sup>-/-</sup> HL60 (left) and K562 (right) cells. Cell growth analyses were performed within log phase range.
- (C)** Differentiation of HL60 *FANCL*<sup>+/+</sup> and *FANCL*<sup>-/-</sup> cells into monocytes was induced by V-D3 treatment or mock induction. The extent of differentiation was determined by CD14 positivity via flow cytometry.
- (D)** Differentiation of K562 *FANCL*<sup>+/+</sup>, *FANCL*<sup>-/-</sup> knockout mutants (*FANCL*<sup>-/-</sup>-1 and *FANCL*<sup>-/-</sup>-2), and the *FANCL*<sup>-/-</sup>-1 mutant complemented with wild-type *FANCL* cDNA stable expression (*FANCL*<sup>-/-</sup>-1C) was induced by PMA. The extent of differentiation into megakaryocytes was determined by CD41 positivity via flow cytometry.
- (E)** Yields of adherant monocytes from *FANCL*<sup>+/+</sup>, *ADH5*<sup>-/-</sup>, and *FANCL*<sup>-/-</sup> HL60 cells induced by V-D3. Adherent cells were visualized by crystal violet staining 7 days after V-D3 treatment.
- (F)** Quantification of experiments as shown in (E).
- (G)** Yields of adherant megakaryocytes from *FANCL*<sup>+/+</sup>, *FANCL*<sup>-/-</sup>-1 and *FANCL*<sup>-/-</sup>-2 K562 cells induced by PMA. Adherent cells were visualized the crystal violet staining 5 days after PMA treatment.
- (H)** Quantification of experiments as shown in (G).
- (I)** Apoptosis of *FANCL*<sup>+/+</sup> and *FANCL*<sup>-/-</sup> HL60 cells induced to differentiate into monocytes by V-D3 treatment (5 days).
- (J)** Apoptosis of *FANCL*<sup>+/+</sup> and *FANCL*<sup>-/-</sup> K562 cells induced to differentiate into megakaryocytes by PMA treatment (3 days).
- (K)** Apoptosis of *FANCL*<sup>+/+</sup> and *FANCL*<sup>-/-</sup> K562 cells induced to differentiate into erythroids by hemin treatment (5 days).
- (L)** CD71- and GFP-positive cell population as measured by bivariate flow cytometry. CD34+ human cord blood cells were co-transfected with the LentiCRISPRv2GFP and gRNA vectors expressing *FANCL* gRNA (left) or LacZ gRNA as a control (right). Erythroid induction was initiated by SCF/IL-3/EPO incubation for 5 days before cell harvesting for FACS analyses.
- (M)** Quantification of (L) from three biological repeats.
- P values were generated from unpaired t-tests. Error bars represent standard deviations from three or more biological repeats with duplicates or triplicates.



**Fig. 2. FA pathway function is required to protect transcription reprogramming of progenitor cell differentiation.**

(A) Transcription activities in *FANCL*<sup>+/+</sup>, *ADH5*<sup>-/-</sup>, and *FANCL*<sup>-/-</sup> HL60 cells at the indicated times after V-D3 treatment or mock-treatment, as measured by transient [<sup>3</sup>H]-uridine incorporation into cellular RNA.

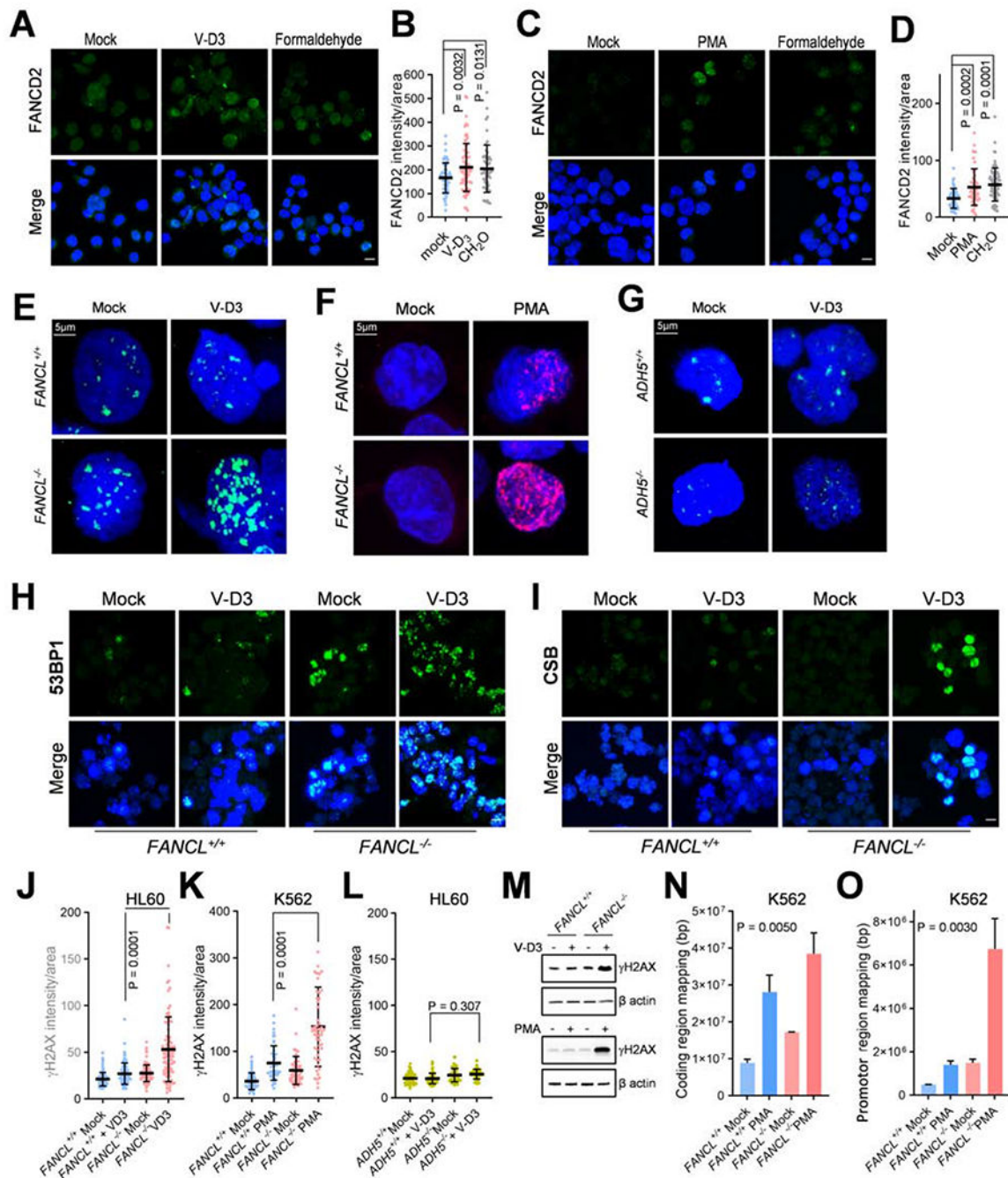
(B) Transcription activities in *FANCL*<sup>+/+</sup>, *FANCL*<sup>-/-1</sup>, and the complemented *FANCL*<sup>-/-1C</sup> mutant (*FANCL*<sup>-/-1C</sup>) K562 cells at the indicated times after PMA treatment or mock treatment, measured as in (A).



(C) Transcription activities of MSCs differentiating to adipocytes at the indicated times after induction, measured as in (A). The inset figure shows representative adipocytes differentiated from MSCs, visualized by oil red-O staining of fatty acids. The adipogenic differentiation was induced by the combination of dexamethasone/indomethacin/IMBX.

(D) Transcription activities of MSC cells differentiating to neuron-like cells at the indicated times, measured as in (A). The inset figure shows representative neuron-like cells differentiated from MSCs, visualized by immunofluorescent staining of the mature neuron marker NeuN. The neuronal differentiation was induced by sequential treatment with bFGF and  $\beta$ -mercaptoethanol.

Error bars representing standard deviations were derived from three or more biological repeats.



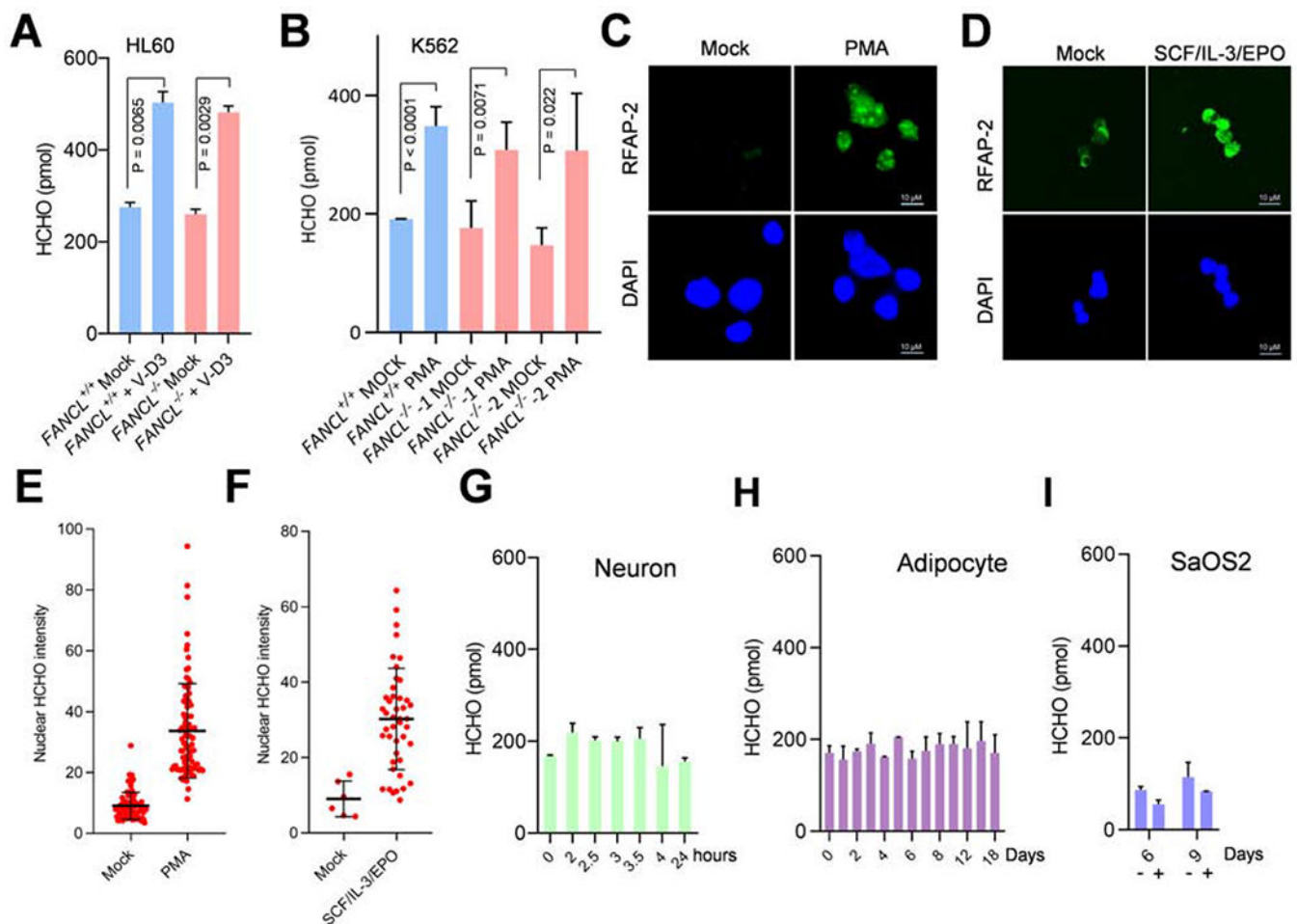
**Fig. 3. Loss of FANCL elevates DNA damage in differentiating progenitor cells.**

(A) FANCD2 foci in HL60 cells treated with V-D3 to initiate monocyte differentiation or formaldehyde (CH<sub>2</sub>O, 500 μM) for 8 hrs. Mock treated cells were used as a negative control. Bar = 10 μm.

(B) Quantified results as in (A) from three independent experiments.

(C) FANCD2 focus in K562 cells treated with PMA to initiate megakaryocyte differentiation or formaldehyde (CH<sub>2</sub>O, 500 μM) for 8 hrs. Mock treated cells were used as a negative control.

- (D) Quantified results as in (C) from three independent experiments.
- (E)  $\gamma$ H2AX foci in HL60 *FANCL*<sup>+/+</sup> and *FANCL*<sup>-/-</sup> cells treated with V-D3 for 3 days.
- (F)  $\gamma$ H2AX foci in K562 *FANCL*<sup>+/+</sup> and *FANCL*<sup>-/-</sup> cells treated with PMA for 3 days.
- (G)  $\gamma$ H2AX foci in HL60 *ADH5*<sup>+/+</sup> and *ADH5*<sup>-/-</sup> cells treated with V-D3 for 3 days.
- (H) 53BP1 focus formation in HL60 *FANCL*<sup>+/+</sup> and *FANCL*<sup>-/-</sup> cells treated with V-D3 to initiate monocyte differentiation for 3 days.
- (I) CSB foci in HL60 *FANCL*<sup>+/+</sup> and *FANCL*<sup>-/-</sup> cells treated with V-D3 to initiate monocyte differentiation for 7 days.
- (J) Quantification of  $\gamma$ H2AX nuclear fluorescence intensity in experiment shown in (E).
- (K) Quantification of  $\gamma$ H2AX nuclear fluorescence intensity in experiment shown in (F).
- (L) Quantification of  $\gamma$ H2AX nuclear fluorescence intensity in experiment shown in (G). P values were generated from unpaired t-tests with three or more biological repeats. Error bars represent standard deviations.
- (M) Immunoblotting of  $\gamma$ H2AX in mutant cells with indicated genotypes. Top: HL60 *FANCL*<sup>+/+</sup> and *FANCL*<sup>-/-</sup> cells upon 3-day treatment with V-D3. Bottom: K562 *FANCL*<sup>+/+</sup> and *FANCL*<sup>-/-</sup> cells upon 3-day treatment with PMA.
- (N)  $\gamma$ H2AX ChIP-Seq analysis of K562 *FANCL*<sup>+/+</sup> and *FANCL*<sup>-/-</sup> cells upon 3-day treatment with PMA. The SUM of peak sequences mapped to coding regions are shown for each sample.
- (O)  $\gamma$ H2AX ChIP-Seq analysis of K562 *FANCL*<sup>+/+</sup> and *FANCL*<sup>-/-</sup> cells upon 3-day treatment with PMA. The SUM of peak sequences mapped to promoter regions ( $\pm 2$  kb of transcription start sites) are shown for each sample. Error bars were generated from duplicated samples and P values were generated by one-way ANOVA analyses.



**Fig. 4. Differentiation-dependent formaldehyde release in hematopoietic progenitor cells.**

(A) Intracellular formaldehyde concentration in HL60 *FANCL*<sup>+/+</sup> and *FANCL*<sup>-/-</sup> cells 3 days after V-D3 treatment. The formaldehyde concentrations are obtained by using a fluorometric assay on cell lysate.

(B) Intracellular formaldehyde concentration in K562 *FANCL*<sup>+/+</sup> and *FANCL*<sup>-/-</sup> cells induced to differentiate into megakaryocytes by PMA treatment. Cells were harvested after 3 days and measured as in (A).

(C) Detection of nuclear formaldehyde in PMA-treated (48 hrs) K562 cells by staining with the formaldehyde fluorescent probe RFAP-2. Confocal images were acquired from permeabilized nuclei preparations.

(D) Detection of nuclear formaldehyde in SCF/IL-3/EPO-treated (72 hrs) CD34<sup>+</sup> primary HSCs cells. Confocal images were acquired as in (C).

(E) Quantification of nuclear fluorescence signal as shown in (C).

(F) Quantification of nuclear fluorescence signal as shown in (D).

(G) Intracellular formaldehyde concentration of MSC cells driven to neuron-like cells. Samples were collected at indicated times (days) upon differentiation induction by the bFGF/ $\beta$ -mercaptoethanol combination and measured as in (A).

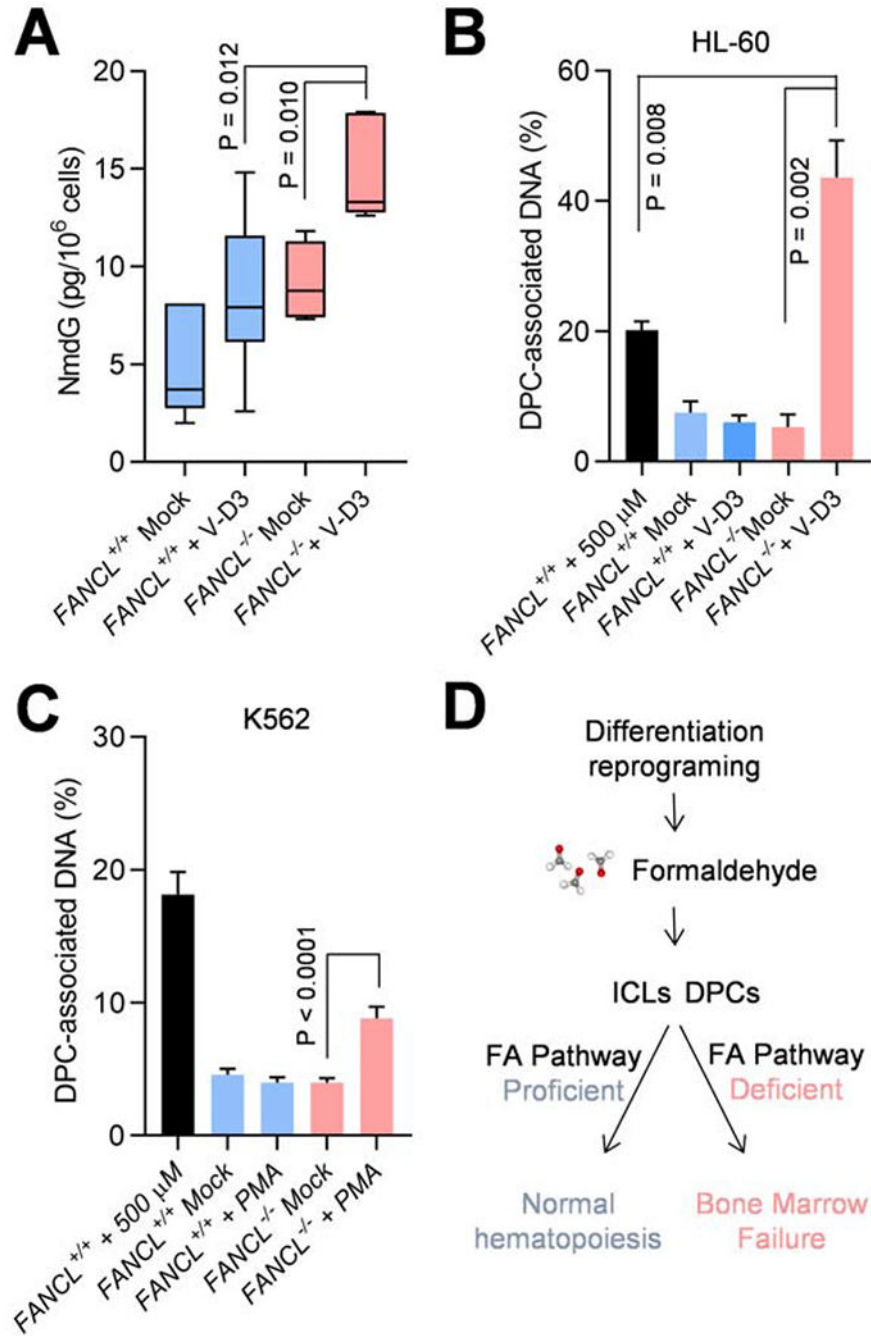
**(H)** Intracellular formaldehyde concentration of MSC cells driven to adipocytes.

Samples were collected at indicated times (days) upon differentiation induction by the dexamethasone/indomethacin/IMBX combination and measured as in (A).

**(I)** Intracellular formaldehyde concentration of SaOS2 osteoblasts driven to osteocytes.

Samples were collected at indicated times (days) upon differentiation induction by the ascorbic acid/ $\beta$ -glycerophosphate combination (+) or control (-) and measured as in (A).

P values were generated from unpaired t-tests with three or more biological repeats. Error bars represent standard deviations.



**Fig. 5. DPC damage accumulation in FANCL mutant cells during hematopoietic differentiation.** (A) Amount of NmdG in HL60 *FANCL*<sup>+/+</sup> and *FANCL*<sup>-/-</sup> cells 5 days after V-D3 treatment, as measured by mass spectrometry using <sup>13</sup>C-NmdG as standard. P values are derived from two-tailed Student's *t*-test. (B) Analyses of DPCs in HL60 *FANCL*<sup>+/+</sup> and *FANCL*<sup>-/-</sup> cells 5 days after V-D3 induction. The first sample represents *FANCL*<sup>+/+</sup> cells exposed to extracellular formaldehyde (500  $\mu$ M, 4 hr). DPCs in the genomic DNA were measured by a modified KCl/SDS precipitation assay.

(C) Analyses of DPCs in K562 *FANCL*<sup>+/+</sup> and *FANCL*<sup>-/-</sup> cells 3 days after PMA induction. The first sample represents *FANCL*<sup>+/+</sup> cells exposed to extracellular formaldehyde (500  $\mu$ M, 4 hr). DPCs in the genomic DNA were measured by a modified KCl/SDS precipitation assay.

(D) A model depicting the role of differentiation reprogramming in the pathogenesis of Fanconi anemia.

P values were generated from unpaired *t*-tests with three or more biological repeats. Error bars represent standard deviations.

## KEY RESOURCES TABLE

REAGENT or RESOURCE	SOURCE	IDENTIFIER
Antibodies		
Anti-ADH5 Antibody	Abcam	Cat#ab91385, RRID:AB_2049142
Recombinant Anti-NeuN antibody [EPR12763] - Neuronal Marker	Abcam	Cat# ab177487, RRID:AB_2532109
FANCL	Dr. Weidong Wang	N/A
FANCL Polyclonal antibody	Invitrogen	Cat#PA5-57768, RRID:AB_2641499
FITC anti-human CD14	Biolegend	Cat#325603, RRID:AB_830676
PE anti-human CD41	Biolegend	Cat#303705, RRID:AB_314375
Anti-phospho-Histone H2A.X (Ser139) Antibody, clone JBW301 for IHC	EMD Millipore	Cat#05-636, RRID:AB_309864
Anti-CSB antibody	Abcam	Cat#ab96089, RRID:AB_10679889
Anti-53BP1 antibody	Abcam	Cat#ab21083, RRID:AB_722496
Alexa Fluor 488 Anti-Rabbit	Invitrogen	Cat#A21206, RRID:AB_141708
Alexa Fluor 568 Anti-Mouse	Invitrogen	Cat#A10037, RRID:AB_2534013
DNA-RNA Hybrid, clone S9.6	EMD Millipore	Cat#MABE1095
gamma H2A.X (phospho S139) [EP854(2)Y] - CHIP Grade	Abcam	Cat#ab81299, RRID:AB_1640564
RFAP2	Dr. Christopher Chang	N/A
Chemicals, Peptides, and Recombinant Proteins		
1 $\alpha$ ,25-Dihydroxyvitamin D3	Sigma-Aldrich	Cat#D1530
Mitomycin C	Sigma-Aldrich	Cat#M0503
Oil Red O solution	Sigma-Aldrich	Cat#O1391
$\beta$ -Glycerophosphate	Sigma-Aldrich	Cat#G9422
L-Ascorbic Acid	Sigma-Aldrich	Cat#A4403
Dexamethasone	Sigma-Aldrich	Cat#D4902
Indomethacin crystalline	Sigma-Aldrich	Cat#I7378
3-isobutyl-1-methylxanthine	Sigma-Aldrich	Cat#I7018
Fibroblast Growth Factor- Basic Human	Sigma-Aldrich	Cat#F0291
pNPP	Thermo Fisher	Cat#34047
Uridine [5, 6- <sup>3</sup> H]-	Perkin Elmer	Cat#NET367
Deoxy Glucose	Sigma	Cat#D8375
Sodium cyanoborohydride	Sigma-Aldrich	Cat#156159
Phosphodiesterase I	Sigma-Aldrich	Cat#P3243
Formaldehyde (13C, D2)	Cambridge Isotope Labs	Cat#CDLM-4599-1
Deoxyguanosine	Berry and Associates	N/A
Phorbol 12-myristate 13-acetate	Sigma-Aldrich	Cat#P1585
Hemin	Sigma-Aldrich	Cat#H9039
Deoxyribonuclease I	Sigma-Aldrich	Cat#D4263
StemSpan SFEM II medium	STEMCELL Technologies	Cat#09655



REAGENT or RESOURCE	SOURCE	IDENTIFIER
StemSpan Erythroid Expansion Supplement	STEMCELL Technologies	Cat#02692
Critical Commercial Assays		
FITC Annexin V Apoptosis Detection Kit I	BD Biosciences	Cat#556547
Formaldehyde Assay Kit (Fluorometric)	Abcam	Cat#ab196997
Experimental Models: Cell Lines		
HL-60	ATCC	ATCC CCL-240; RRID:CVCL_0002
TK6	Dr. Shunichi Takada	N/A
ASC52telo, hTERT immortalized adipose derived Mesenchymal stem cells	ATCC	ATCC SCRC-4000; RRID:CVCL_U602
HeLa	ATCC	ATCC CCL-2; RRID:CVCL_0030
K562	Dr. Michael Andreeff	N/A
Saos-2	ATCC	ATCC HTB-85; RRID:CVCL_0548
Human cord blood CD34+	STEMCELL Technologies	Cat#70008.3
Deposited Data		
$\gamma$ H2AX ChIP-Seq analysis of K562 FANCL <sup>+/+</sup> and FANCL <sup>-/-</sup> cells upon 3-day treatment with PMA	This paper	GEO: GSE161891
Unprocessed images	This paper	<a href="https://data.mendeley.com/drafts/sckwd9jgnc">https://data.mendeley.com/drafts/sckwd9jgnc</a>
Oligonucleotides		
FANCL gRNA	This paper	GGAAGAGACTTCCACCTTA
ADH5 gRNA	This paper	GTCACGGATTCTGGTCGGCG
XPA gRNA	This paper	GGCGGCTTTAGAGCAACCCG
MSH2 gRNA	This paper	GGGTCTTGAACACCTCCCGGG
Software and Algorithms		
Zen 2.6 (blue edition)	Zeiss	<a href="https://www.zeiss.com/microscopy/us/products/microscope-software/zen.html">https://www.zeiss.com/microscopy/us/products/microscope-software/zen.html</a>
GraphPad Prism 6	GraphPad	<a href="https://www.graphpad.com/scientific-software/prism/">https://www.graphpad.com/scientific-software/prism/</a>
HOMER (Hypergeometric Optimization of Motif EnRichment) v4.11	UCSD	<a href="http://homer.ucsd.edu/homer/ngs/">http://homer.ucsd.edu/homer/ngs/</a>