

## Single cell transcriptomic profiling of human brain organoids reveals developmental timing- and cell-type-specific vulnerabilities induced by *NRXN1* CNVs in schizophrenia

Rebecca Sebastian<sup>1,2,#</sup>, Kang Jin<sup>3,4,#</sup>, Narciso Pavon<sup>2</sup>, Ruby Bansal<sup>2</sup>, Andrew Potter<sup>3</sup>,  
Yoonjae Song<sup>2</sup>, Juliana Babu<sup>2</sup>, Rafael Gabriel<sup>2</sup>, Yubing Sun<sup>5</sup>, Bruce Aronow<sup>3,4,6,7</sup>,  
ChangHui Pak<sup>2\*</sup>

<sup>1</sup>Graduate Program in Neuroscience & Behavior, UMass Amherst, Amherst, MA 01003 USA

<sup>2</sup>Department of Biochemistry and Molecular Biology, UMass Amherst, Amherst, MA 01003 USA

<sup>3</sup>Division of Biomedical Informatics, Cincinnati Children's Hospital Medical Center, Cincinnati, OH 45229, USA

<sup>4</sup>Department of Biomedical Informatics, University of Cincinnati, Cincinnati, OH 45229, USA

<sup>5</sup>Department of Mechanical and Industrial Engineering, UMass Amherst, Amherst, MA 01003 USA

<sup>6</sup>Department of Electrical Engineering and Computer Science, University of Cincinnati, Cincinnati, OH 45221, USA

<sup>7</sup>Department of Pediatrics, University of Cincinnati School of Medicine, Cincinnati, OH 45256, USA

#equal contribution

\*Correspondence: [cpak@umass.edu](mailto:cpak@umass.edu)

33 **Abstract**

34 *De novo* mutations and copy number variations (CNVs) in *NRXN1* (2p16.3) pose a significant risk  
35 for schizophrenia (SCZ). How *NRXN1* CNVs impact cortical development in a cell type-specific  
36 manner and how disease genetic background modulates these phenotypes are unclear. Here, we  
37 leveraged human pluripotent stem cell-derived brain organoid models carrying *NRXN1*  
38 heterozygous deletions in isogenic and SCZ patient genetic backgrounds and conducted single  
39 cell transcriptomic analysis over the course of cortical brain organoid development from 3 weeks  
40 to 3.5 months. We identified maturing glutamatergic and GABAergic neurons as being  
41 consistently impacted due to *NRXN1* CNVs irrespective of genetic background, contributed in part  
42 by altered gene modules in ubiquitin-mediated pathways, splicing, and synaptic signaling.  
43 Moreover, while isogenic *NRXN1* CNVs impact differentiation and maturation of neurons and  
44 astroglia, cell composition and developmental trajectories of early neural progenitors are affected  
45 in SCZ-*NRXN1* CNVs. Our study reveals developmental timing dependent *NRXN1* CNV-induced  
46 cellular mechanisms in SCZ at single cell resolution and highlights the emergence of disease-  
47 specific transcriptomic signatures and cellular vulnerabilities, which can arise from interaction  
48 between genetic variants and disease background.

49

50

51

52

53

54

55

56        *De novo* mutations and copy number variations (CNVs) in 2p16.3 have been repeatedly  
57    observed in patients with autism spectrum disorders (ASDs), SCZ, and intellectual disability<sup>1-5</sup>.  
58    Albeit rare, these CNV losses, usually manifested in heterozygous deletions, present a significant  
59    increase in risk for multiple neuropsychiatric disorders<sup>6</sup>. Neurexin-1 (*NRXN1*), the single gene  
60    present in this locus, encodes a type I membrane cell adhesion molecule that functions as a  
61    synaptic organizer at central synapses<sup>7</sup>. *NRXN1*, as a presynaptic molecule, associates with  
62    multiple soluble and transmembrane molecules, thereby endowing specific synapses with unique  
63    synaptic signaling and transmission properties<sup>8-13</sup>. *NRXN1* also undergoes extensive alternative  
64    splicing, further enriching the diversity of these interactions<sup>14-17</sup>. Due to this pan-synaptic role  
65    throughout the brain, it is not surprising to find strong prevalence of *NRXN1* genetic lesions in  
66    multiple neurodevelopmental and psychiatric disorders. Most often, these lesions are large  
67    deletions (up to ~1Mb) affecting the long isoform *NRXN1* $\alpha$  specifically, as well as *NRXN1* $\alpha$  / $\beta$   
68    lesions affecting both the long and short isoforms. However, why or how the same *NRXN1*  
69    deletion results in phenotypically distinct disorders in individuals remains unknown. It is often  
70    hypothesized that the interaction between common variants (disease genetic background) and  
71    *NRXN1* CNVs drives these differences. Yet, experimentally demonstrating this hypothesis has  
72    been challenging.

73        Separate from its canonical function at synapses, which occurs post-neurogenesis, recent  
74    evidence suggests possible roles of *NRXN1* in early cortical development. In fact, *NRXN1* mRNAs  
75    are abundantly detected in early human embryonic neocortex, as early as gestational week (GW)  
76    14, reaching peak at birth before slowly decreasing with age<sup>18</sup>. Knockdown of *NRXN1* in human  
77    neural progenitor cells (NPCs) results in decreased levels of glial progenitor marker GFAP,  
78    thereby potentially skewing the ratio of neurons to astrocytes<sup>19</sup>. A bi-allelic *NRXN1* $\alpha$  deletion in  
79    human iPSC-derived neural cells has been shown to impair maturation of neurons and shift NPC  
80    differentiation potential towards glial rather than neuronal fate<sup>20</sup>. More recently, *in vivo* CRISPR  
81    KO of *nrxn1* in *Xenopus tropicalis* embryos led to increased telencephalon size attributed to the  
82    increased proliferation of NPCs<sup>21</sup>. Separate validation using human cortical NPCs and iPSC-  
83    derived organoids showed increased proliferation of NPCs and an increase in neurogenesis in  
84    *NRXN1* mutants<sup>21</sup>. Though these studies provide some clues as to which roles *NRXN1* may play  
85    during early corticogenesis, the outcomes from these distinct models are inconsistent due to the  
86    differences in genetic lesions and the dosage of *NRXN1* being manipulated at different  
87    developmental time points. Therefore, it is worth investigating whether disease-associated  
88    *NRXN1* mutations in human cells lead to aberrant cortical development and differentiation of

89 neuronal populations in the cortex, thereby ultimately impacting cortical circuitry and synaptic  
90 function.

91 Human pluripotent stem cell (hPSC) derived brain organoids have been proven useful to  
92 model early developmental processes associated with neuropsychiatric disorders<sup>22–28</sup>. The self-  
93 organizing capability of hPSCs under directly guided differentiation produces relatively  
94 homogenous brain organoids, which can be maintained under defined conditions over long  
95 term<sup>24,29</sup>. By deriving cortical brain organoids from human induced pluripotent stem cells (iPSCs)  
96 representing a heterogeneous population of SCZ individuals, studies showed that there exists  
97 differentially regulated transcriptomic profiles<sup>30</sup>, neuronal synaptic transmission defects<sup>31</sup>, and  
98 early cortical maldevelopment<sup>32</sup>. More recently, brain organoids derived from idiopathic SCZ  
99 iPSCs exhibited reduced capacity to differentiate into neurons from NPCs<sup>33</sup>. Though these studies  
100 are promising and provide certain clues to the early brain developmental mechanisms of SCZ,  
101 how certain cell types during a continuous developmental time window are affected in such human  
102 cellular models of SCZ and how specific disease risk variants affect this process are unclear.  
103 More importantly, since genetic backgrounds often contribute to and modulate cellular  
104 phenotypes, understanding even how a single disease variant acts is difficult to dissect unless an  
105 isogenic mutant model is analyzed side by side with the patient model.

106 Here, we utilized a panel of hPSC lines, where *NRXN1* CNVs have been either artificially  
107 engineered (isogenic) or deleted genetically in individuals with SCZ (patient iPSCs) paired with  
108 controls. These cell lines, when differentiated into NGN2-induced cortical excitatory neurons, elicit  
109 reproducible synaptic impairment, i.e. decreased synaptic strength and probability of  
110 neurotransmitter release<sup>34,35</sup>. Using these extensively characterized hPSCs, we generated dorsal  
111 forebrain organoids with the goal of creating a comprehensive single cell atlas across  
112 developmental time and *NRXN1* mutation status. We generated a total of 141,039 high-quality  
113 single cell transcriptomes and performed an in-depth analysis on the neurodevelopmental impact  
114 of *NRXN1* CNVs in both isogenic and SCZ genetic backgrounds. We find that maturing  
115 glutamatergic and GABAergic neurons as being consistently impacted due to *NRXN1* CNVs  
116 irrespective of genetic background, contributed in part by altered gene expression programs in  
117 ubiquitin-mediated pathways, splicing, and synaptic signaling. In addition, while SCZ-*NRXN1*  
118 CNVs affect cell composition and developmental trajectories of early neural progenitors, isogenic  
119 *NRXN1* CNVs act at later stages of development influencing neuronal and astroglia differentiation.  
120 Ultimately, both isogenic- and SCZ-*NRXN1* CNVs impair neuronal network connectivity in  
121 maturing brain organoids. Our study shows developmental timing dependent *NRXN1* CNV-  
122 induced cellular mechanisms in SCZ at single cell resolution and highlights the importance of

123 disease-specific transcriptomic signatures, which can arise from the interaction between genetic  
124 variants and disease background.

125

126 ***Generation of forebrain organoids for modeling NRXN1 CNVs in neocortical development***

127 We generated dorsal forebrain organoids as previously described, chosen for its reported  
128 homogeneity of the cellular constituents and reproducibility in disease modeling<sup>31,36</sup>. With minor  
129 modifications, including the use of Aggrewell plates to control the size of generated embryoid  
130 bodies and gentle agitation starting at day 6-8 to reduce spontaneous fusion (see Methods),  
131 patterned forebrain organoids showed expected developmental milestones as previously reported  
132 (Figs. 1, S1-2). In early time points, actively dividing proliferative ventricular zones (MKI67, SOX2)  
133 appeared, which decreased in abundance over the course of maturation (Figs. 1, S1-2). Starting  
134 at day 50 and well into day 100, the spatial organization of HOPX+ outer radial glia (oRGs),  
135 EOMES+ intermediate progenitor cells (IPCs), and BCL11B+ deeper layer and SATB2+ upper  
136 layer cortical neurons were detected (Figs. 1, S1-2). Moreover, the presence of S100B+  
137 developing astrocytes and NEUN+ mature neurons were reliably detected at day 100 (Figs. 1,  
138 S1-2), indicative of active neurogenesis and the start of astrogenesis. At this time point and  
139 beyond, presynaptic markers (SYNAPSIN and SYNAPTOPHYSIN) and postsynaptic marker  
140 (HOMER) were also detected along MAP2+ dendrites (Figs. 1, S1-2), suggesting that the  
141 developing neurons are actively forming synapses in this organoid model.

142 Having established a reliable protocol, we then subjected a collection of hPSC lines, which  
143 have been extensively characterized<sup>34,35</sup>, for brain organoid differentiation. Previously, we have  
144 generated iPSC lines from peripheral blood mononuclear cells (PBMCs) of SCZ patients carrying  
145 *NRXN1* heterozygous deletions (CNVs) and from unaffected, healthy control individuals, and  
146 showed that cortical excitatory induced neuronal cells (iN) differentiated from SCZ *NRXN1*<sup>del</sup>  
147 iPSCs compared to controls displayed significant defects in synaptic strength and  
148 neurotransmitter release probability<sup>35</sup>. In addition, we have previously engineered a heterozygous  
149 *NRXN1* cKO allele in a control hESC (H1) genetic background<sup>34</sup>, which reproduced the same  
150 neuronal phenotypes as the *NRXN1* cKO iPSC line and SCZ *NRXN1*<sup>del</sup> patient iPSCs<sup>35</sup>. Thus, we  
151 chose to work with the engineered *NRXN1* cKO hESC line, which can conditionally create control  
152 and *NRXN1* cKO by the expression of Flp and Cre recombinases, respectively<sup>34</sup>, and two sets of  
153 SCZ patient and matched control donor iPSC pairs (2 SCZ *NRXN1*<sup>del</sup> lines and 2 control lines). In  
154 this experimental design, we aimed to investigate the cellular and molecular contributions of  
155 isogenic *NRXN1* CNVs (hereafter referred to as 'engineered') and SCZ-associated *NRXN1* CNVs

156 (hereafter referred to as 'donor') in the context of a developing human neocortex using a brain  
157 organoid model system.

158

159 ***Creating a single cell transcriptomic atlas from developing organoids with or without***  
160 ***NRXN1 CNVs***

161 All hPSC lines (engineered - 1 *NRXN1* cKO hESC line producing control (Flp) and cKO  
162 (Cre); donor - 2 control iPSC lines, and 2 SCZ *NRXN1*<sup>del</sup> lines) normally developed into forebrain  
163 organoids, transitioning reproducibly through the major developmental cell types over time as  
164 visualized by the presence of key molecular markers (Figs. S1-2). We chose 3 distinct collection  
165 time points for 10X single-cell RNA sequencing (scRNAseq) - day 22/23, day 50, and day 101/112  
166 - which captures the different pools of cell identities undergoing fate specification and maturation.  
167 First and foremost, we established a protocol that would allow us to reliably dissociate brain  
168 organoids into live single cells with >75% viability across time points (see Methods). After  
169 dissociation, approximately ~10,000 cells per sample were subjected to droplet based sequencing  
170 and rigorous QC data processing steps were performed (see Methods; Fig. S3). Subsequently,  
171 scRNAseq data was processed, normalized, and clustered to generate distinct cell clusters, which  
172 were further annotated manually using canonical markers (see Methods). A total of 29 cell clusters  
173 were annotated, which consisted of both cycling and non-cycling neural progenitors (NECs), outer  
174 radial glial cells (oRGs), intermediate cells and intermediate progenitor cells (IPCs) that give rise  
175 to distinct subpopulations of glutamatergic excitatory neurons (CNs) and GABAergic inhibitory  
176 neurons (INs; Fig. S6A). Non-neuronal cells, which mostly consisted of glial cells and astroglia,  
177 were also annotated (Fig. 1). Violin plots showing the expression of various canonical markers  
178 and their distributions on the UMAPs are shown in Supplementary information (Figs. S4-5, S6A).  
179 Here, we also provide an interactive visualization of 3D UMAP for further exploration (see  
180 Supplementary .html files).

181 To further validate our cell annotations, we compared gene expression signatures of our  
182 scRNAseq cell clusters to published brain organoid datasets as reference (Fig. S6B)<sup>24,37-41</sup>.  
183 Remarkably, we saw a high correlation between published cell clusters and ours, suggesting that  
184 the specific cell clusters in our scRNAseq dataset share similar gene expression patterns with  
185 other brain organoids that were generated with slightly different protocols, thus, showing overall  
186 reproducibility of 3D culturing across protocols. Altogether, we established a scRNAseq dataset  
187 consisting of high-quality 141,039 single cells from engineered and donor-derived organoids with  
188 or without *NRXN1* CNVs at 3 distinct time points for downstream analysis.

189

190 **Single-cell *NRXN1* mRNA expression patterns in the developing forebrain organoids and**  
191 **human neocortex**

192 Using this scRNASeq dataset, we first wanted to analyze the cell type-specific expression  
193 of *NRXN1* in the control donor samples across organoid development, which would allow  
194 identification of specific cell types enriched for *NRXN1* function. We quantified the percentage of  
195 *NRXN1* mRNA expressing cells and found that CNs and INs reproducibly showed the highest  
196 expression of *NRXN1* across the three time points (Fig. 2A,B). Though not to the same degree  
197 as these cell types, IPCs, oRGs, and astroglia did express *NRXN1* at low levels to start (day 22)  
198 and progressively increased in expression over time (day 101). Lastly, NEC subtypes showed the  
199 lowest abundance of cells expressing *NRXN1* with <15 % of total cells reliably expressing the  
200 gene (Fig. 2A). We also used developmental trajectory analysis (monocle3<sup>42</sup>; see Methods) to  
201 quantify *NRXN1* expressing cell types across pseudotime (Fig. 2B). Similar to fixed time point  
202 analysis, cells with highest *NRXN1* expression included most mature CN and IN subtypes  
203 followed by IPC subtypes, oRGs, and astroglia (Fig. 2B). Based on this result, we concluded that  
204 the function of human *NRXN1* gene can be most reliably studied in differentiated neurons and  
205 astroglia, as well as in cortical progenitors, such as IPCs and oRGs, in the brain organoid model.

206 While this result highlights the important cell types for *NRXN1* function in organoid models,  
207 we were curious about *NRXN1* expression patterns in human primary tissue and how similar they  
208 are to brain organoids. To this end, we leveraged a published human fetal brain scRNASeq  
209 dataset, which reported single cell transcriptomes from second trimester microdissected tissues,  
210 representing a time period associated with peak of neurogenesis and early gliogenesis (14 GW  
211 to 25 GW)<sup>40</sup> and performed similar analysis. Comparable to brain organoids, at the youngest fetal  
212 age (14 GW), glutamatergic neurons showed the highest % of *NRXN1* expressing cells, and at  
213 16 GW, both glutamatergic and GABAergic neurons consisted of the highest % of *NRXN1*  
214 expressing cells (Fig. 2C). These neuronal cells showed varying degrees of expression at older  
215 time points (20 and 25 GWs). Due to the low number of astrocytes represented in the dataset,  
216 astrocytes were not quantified here. In contrast, progenitor cells and forebrain radial glial cells  
217 showed a relatively low number of *NRXN1* expressing cells at 14 GW, which increased  
218 dramatically at 16 GW and caught up to similar levels to glutamatergic neurons and GABAergic  
219 neurons at 25 GW (Fig. 2C). Thus, based on both organoid and human tissue data, major cell  
220 types, which may be most affected by *NRXN1* haploinsufficiency in the developing forebrain,  
221 include glutamatergic neurons and GABAergic neurons in addition to progenitor cells and  
222 astroglia.

223

224 ***NRXN1* isogenic CNVs induce moderate changes in brain organoid maturation and gene  
225 expression**

226 We first investigated the developmental timing- and cell type-specific effects of *NRXN1*  
227 CNVs in an isogenic control background. By using relative abundance visualization, we compared  
228 differential cell proportion effects in control vs. *NRXN1* cKO brain organoids over development  
229 (days 23, 50, and 112; Fig. S7). We found that, in the engineered brain organoids, there were no  
230 major changes in cell composition at early time points (days 23, 50). At all time points, there were  
231 no changes in NEC subtypes. At a later time point (day 112), the proportions of astroglia, IPC  
232 subtypes (IPC1-4), and differentiated neuronal subtypes (CN1/2/4/5, IN1-5) were altered (Fig.  
233 S7). We next investigated the overall developmental trajectory of these organoids by constructing  
234 single-cell trajectories in monocle3. By calculating the densities of cells across pseudo-time  
235 values, we drew density plots for cells in multiple time points, genotypes and brain organoid types,  
236 representing the dynamic cell abundance changes and cellular transitions throughout their  
237 developmental trajectory (Fig. S8, see Methods). As expected, using data from the three time  
238 points, we saw that the brain organoids underwent a progressive developmental trajectory that  
239 mirrored the corresponding maturity across pseudotime: early stage of trajectory corresponding  
240 to proliferating cells while later stage of trajectory corresponding to differentiated and mature  
241 neuronal subtypes (Fig. S8A,B). The developmental trajectories across time points mirrored this  
242 effect in cell composition where *NRXN1* cKO brain organoids followed similar developmental  
243 trajectories as controls at days 23 and 50 until reaching day 112, when there was a noticeable  
244 difference between the control and cKO (Fig. S8B). *NRXN1* cKO brain organoids displayed  
245 abnormal developmental trajectories during mature developmental stages (at longer pseudotime  
246 lengths), suggesting that the timing of cellular differentiation and maturation in brain organoids  
247 may be affected by isogenic *NRXN1* engineered CNVs. Importantly, at ~day 100-120, brain  
248 organoids reach the peak of neuronal diversity and amplification and the beginnings of  
249 astrogenesis<sup>23,37,43</sup>, indicating that isogenic *NRXN1* CNVs may impact gene expression programs  
250 that regulate active neurogenesis, gliogenesis, and synapse development.

251 To understand differential gene expression patterns in *NRXN1* cKO organoids vs.  
252 controls, we performed analysis of differentially expressed genes (DEGs) (see Methods for DEG  
253 criterion) in each cell type associated with each time point. We identified 43, 538, and 486 DEGs  
254 at day 23, 50, and 112 respectively (Fig. 3, Table S1), which showed a modest perturbation effect  
255 at the transcriptional level overall. In day 112 engineered organoids, astroglia, glial cells, oRGs,  
256 CN3, CN4, and IN7 had a number of DEGs (Fig. 3B, Table S1), which correlated with the results  
257 from cell composition and trajectory analysis. There was minimal DEG overlapping patterns

258 among these DEG sets across cell types at each time point, as assessed by hypergeometric test,  
259 which was used to measure gene set associations (see Methods, Fig. 3C, Table S2). Using day  
260 112 cell type-specific DEGs, we performed gene set enrichment analysis (GSEA, ToppGene<sup>44</sup>)  
261 to examine whether specific molecular functions, biological processes and/or biochemical  
262 pathways were significantly enriched (Fig. S9). Collectively, DEG sets from astroglia, glial cells,  
263 and oRGs were involved in neuron and glia development (Fig. S9, Table S3). All of these cell  
264 types also showed an enrichment of genes involved in cell cycle and programmed cell death (Fig.  
265 S9, Table S3). Interestingly, oRG-DEGs were enriched in RNA splicing, Ubiquitin (Ub)-dependent  
266 proteolysis, and WNT pathways (Fig. S9, Table S3). Notably, DEGs representing both  
267 glutamatergic excitatory neurons (CN3/4) and GABAergic neurons (IN7) were enriched for  
268 synaptic genes, as well as components of the Ub-mediated proteosome degradation (Fig. S9,  
269 Table S3). In GABAergic neurons, neuronal splicing factors were particularly enriched, including  
270 NOVA1, RBFOX2, SRRM1, and KHDRBS1 (Table S3). Altogether, GSEA suggests that  
271 regulators of RNA splicing and Ub-mediated proteasome pathway are consistently perturbed from  
272 oRGs to differentiated neuronal subtypes in the engineered brain organoids.

273

274 ***Composition and developmental trajectories of various cell types are affected in SCZ-***  
275 ***NRXN1<sup>del</sup> donor-derived brain organoids***

276 We next compared differential cell proportion effects in control vs. SCZ *NRXN1<sup>del</sup>* donor  
277 brain organoids over development using scCODA (days 22, 50, and 101; Fig. S10), which allows  
278 quantification of cell composition changes using a Bayesian model<sup>45</sup>. In day 22 organoids, we did  
279 not observe major changes in the composition of various cell classes. However, in day 50  
280 organoids, we captured a significant and uniform decrease in the ratios of NEC subtypes in  
281 *NRXN1<sup>del</sup>* samples, including cycling dorsal, cycling ventral, cycling and non-cycling NECs (Fig.  
282 S10). In parallel, we observed an increase in the number of astroglia, CN1 and IN2 neuronal  
283 subtypes (Fig. S10). Moreover, at day 101, *NRXN1<sup>del</sup>* donor organoids showed a selective  
284 decrease in the cycling NECs in addition to a decrease in the proportions of IPC1, IPC2, and CN2,  
285 while displaying an increase in various progenitors (oRG, IPC3, IPC4) and neuronal subtypes  
286 (CN3-5, IN2, IN6). Collectively, these results highlight that, in the developing *NRXN1<sup>del</sup>* donor  
287 brain organoids, specific changes in cell composition are induced starting at day 50 until day 101,  
288 resembling precocious development of neural progenitors into differentiated neuronal subtypes.  
289 Using a relative abundance visualization, we saw an agreement with scCODA results (Fig. S10B),  
290 further validating changes in cell proportions in the donor-derived organoids.

291 We then sought to explore the effects of SCZ *NRXN1* CNVs on the overall developmental  
292 trajectory of various cell types in these brain organoids using monocle3 (Fig. S8C). Notably, we  
293 found a significant difference between *NRXN1<sup>del</sup>* donor brain organoids and controls in their  
294 developmental trajectories at days 50 and 101, mirroring the cell composition changes (Fig. S8C).  
295 Moreover, the observed abnormal developmental trajectories are concentrated in the cell  
296 populations that occupy more mature developmental stages (later stage of trajectory), suggesting  
297 that SCZ-associated *NRXN1* CNVs induce most dominant effects on the developmental  
298 trajectories affecting neuronal differentiation and maturation.

299

300 ***Perturbations in transcriptional profiles across cell types in SCZ-NRXN1<sup>del</sup> donor-derived***  
301 ***brain organoids show greatest effects in mature time points***

302 To investigate the developmental timing- and cell type-specific gene expression  
303 signatures that may actively contribute to abnormal developmental dynamics and cell lineage  
304 trajectories, we independently performed DEG analyses between genotypes across cell types at  
305 each fixed time point. Consistent with the findings where day 101 organoids showed the greatest  
306 perturbation effects in terms of cell composition and developmental trajectory, we found the  
307 largest number of DEGs (adjusted p-value (FDR)< 0.05, see Methods) across multiple cell types  
308 in the day 101 organoids (3105) compared to day 22 and 50 (1399 and 1094 respectively) (Fig 4;  
309 Table S4). Additionally, to better understand the contribution of specific gene modules associated  
310 with cell type-specific DEGs across each developmental time point, we explored whether there  
311 exist any overlaps between DEGs in different cell types using hypergeometric test (see Methods).  
312 We found that, at early time points (days 22 and 50), NECs, glial cells, and intermediate cells  
313 shared the most overlapping DEGs while IPCs and differentiated neurons showed minimal DEG  
314 overlaps (Fig. 4C, Table S2). However, at a later time point (day 101), we observed an overall  
315 increase in the number of overlapping DEGs shared between developmentally distinct and similar  
316 cell types across cell lineages (Fig. 4C, Table S2, S5), in agreement with this time point having  
317 most significant perturbations in cell composition and transcriptional changes (Fig. S10). For  
318 example, overlapping DEG patterns in CN and IN neuronal subtypes emerged as well as between  
319 differentiated neurons and progenitor populations (NECs, glial cells, and intermediate cells),  
320 indicating that specific changes in gene expression programs are being shared across neuronal  
321 lineages and cell types during active neurogenesis and gliogenesis.

322

323 ***Intersection of DEG overlaps points to Ub biology and RNA splicing as commonly***  
324 ***disrupted molecular programs across cell types in SCZ-NRXN1<sup>del</sup> donor-derived brain***  
325 ***organoids***

326 We further explored which DEGs and biological pathways make up the overlapping DEG  
327 patterns in day 101 *NRXN1<sup>del</sup>* donor-derived brain organoids by performing GSEA (ToppGene).  
328 First, we separately analyzed the following overlapping DEG hotspots, organized into specific cell  
329 clusters: 1) neuronal cluster (CN1/2/3, IN4/5), 2) non-neuronal cluster (NECs/astroglia/glial cells),  
330 and 3) all cluster (neuronal and non-neuronal) (Figs. 4C, S11). Intriguingly, while each cluster  
331 showed specific enrichment of biological processes relevant to each cell type (Table S6), we  
332 identified two distinct biological processes that were repeatedly observed across clusters - Ub-  
333 mediated proteolysis and RNA splicing. As mentioned above, these two pathways were also  
334 disrupted in engineered brain organoids (Table S3). Specifically, factors involved in protein  
335 turnover and Ub-mediated proteolysis were identified as DEGs in the 'all cluster' (*NDFIP1*, *SKP1*,  
336 *SUMO1/2*, *UBB*, and *GABARAPL2*) and in the 'neuronal cluster' (*UBE2M*, *UBE2V2*, *RNF7*,  
337 *STUB1*, and *UCHL1*) (see Table S5 for a complete list). These genes encode for proteins that are  
338 either direct binding partners to or are themselves E3 Ub ligases (*NDFIP1*, *SKP1*, *RNF*, *STUB1*),  
339 E2 conjugating enzymes (*UBE2M*, *UBE2V2*), a deubiquitinase (*UCHL1*), and are associated with  
340 Ub processing (*UBB*) and autophagy (*GABARAPL2*). Though it is not clear from the list of DEGs  
341 whether or not these molecules are actively participating in the protein quality control or in the  
342 regulation of protein components involved in signal transduction, it has been hypothesized that  
343 alterations in proteostasis and Ub-mediated regulation of synaptic signaling contribute to SCZ  
344 pathogenesis<sup>46-50</sup>. Additionally, protein truncating variants of Ub ligases (*CUL1* and *HERC1*) were  
345 recently found to be associated with SCZ at exome-wide scale<sup>51</sup>, further highlighting the  
346 importance of this molecular pathway in SCZ.

347 Interestingly, cluster-specific enrichment of DEGs encoding splicing factors was observed  
348 in the 'non-neuronal cluster' (*SRSF6*, *SAP18*, *U2SURP*, *HNRNPA2B1*, *PSIP1*, and *SNRPG*) and  
349 'neuronal cluster' (*SRSF3*, *YBX1*, *HNRNPA1*, *RBM39*, and *SF1*) (see Table S5 for a complete  
350 list). These genes are components of the catalytic spliceosome, splicing factors, or regulators of  
351 alternative splicing. HNRNPU was the only overlapping splicing factor identified in 'all cluster'  
352 which implies that the effects seen here could be reflective of cell type-specific regulation of  
353 alternative splicing<sup>52,53</sup>. In fact, there are distinct splicing factors that are differentially expressed  
354 in glutamatergic neurons (CN1/2/3) vs. GABAergic neurons (IN4/5) (Tables S5, S6). These results  
355 correlate with previous findings which report global changes in alternatively spliced

356 transcriptomes in post-mortem brains of individuals with neuropsychiatric disorders including  
357 SCZ<sup>54,55</sup>.

358

359 ***Dysregulated NMDAR signaling as a common neuronal mechanism across genetic***  
***backgrounds***

360 We separately examined neuronal-specific DEG overlaps that were exclusive to cortical  
361 excitatory and GABAergic inhibitory neuronal types (CN1/2/3, IN4/5; neuronal cluster) and absent  
362 in the non-neuronal (NEC/astroglia/glial) cluster in the donor-derived brain organoids (Table S5).  
363 Importantly, we identified the N-methyl-D-aspartate receptor 2B subunit (*GRIN2B*) and fatty acid  
364 binding protein 7 (*FABP7*), among others, both of which have been linked to SCZ pathogenesis<sup>56–</sup>  
365 <sup>60</sup>. It is well documented that NMDAR hypofunction underlies SCZ pathology<sup>61,62</sup> and recent  
366 exome sequencing and GWAS studies identified the NMDAR subunit *GRIN2A* as a significant  
367 SCZ risk allele<sup>63</sup>. Genetic variants in *FABP7* have been identified in SCZ and ASD patients and  
368 its function has been linked to NMDAR signaling regulation<sup>56–58,64</sup>. Furthermore, while searching  
369 for neuronal-specific DEGs that were consistently perturbed between engineered and donor  
370 derived organoid types, we found *GRIN2B* as a commonly perturbed gene in GABAergic neuronal  
371 subtypes across genetic backgrounds (engineered IN7 vs. donor IN4/5; Table S7, Fig. S12).  
372 These findings suggest that misregulated NMDAR signaling in GABAergic neurons could  
373 potentially impact synaptic connectivity and signaling in these brain organoid models.

374

375

376 ***Differential enrichment of disease associations in NRXN1<sup>del</sup> donor vs. NRXN1 cKO***  
***engineered brain organoid DEGs***

377 To test whether up- and down-regulated DEGs identified from donor-derived and  
378 engineered brain organoids at mature time points (days 101, 112) were associated with specific  
379 neuropsychiatric disease gene signatures, we computed ‘disease enrichment’ score (-log10  
380 (FDR-adjusted *p* values)) based on a previously established curated list of SCZ, bipolar disorder  
381 (BD), major depression disorder (MDD), and ASD-associated genes<sup>65</sup>. Excitingly, in day 101  
382 donor-derived organoids, we observed the strongest enrichment of up-regulated DEGs from CN  
383 and IN subtypes (CN1/2, IN4/5) in ASD and SCZ-related gene sets (Fig. 5A). Next, dividing and  
384 non-dividing NECs, as well as glial cells showed significant enrichment in SCZ-related gene sets,  
385 all of which were up-regulated (Fig. 5A). Interestingly, there was no significant enrichment of the  
386 DEGs in MDD and BD-related gene sets across the cell types, suggesting that the DEG pool from  
387 SCZ *NRXN1* del organoids most closely resembles dysregulated transcriptional signatures  
388 related to SCZ and ASD, similar to what has been reported regarding shared genetic signals

390 between SCZ and ASD<sup>51</sup>. On the other hand, in isogenic engineered brain organoids, down-  
391 regulated DEGs from day 112 glial cells and oRGs showed a modest but significant enrichment  
392 in ASD and SCZ-associated gene sets (Fig. 5A).

393 Next, we independently examined the enrichment score of rare and common variants of  
394 SCZ in the DEG sets, by comparing them to a list of risk genes recently reported by SCZ-GWAS  
395 PGC wave3 and SCHEMA consortium<sup>51,63</sup>. Remarkably, several of the SCZ risk genes were  
396 represented across cell types in the donor derived brain organoids (Fig. 5B), which highlights  
397 SCZ-specific transcriptional signatures present in the patient genetic backgrounds. Engineered  
398 brain organoid DEGs showed minimal to no overlap with SCZ-associated risk variants, clearly  
399 demonstrating the absence of disease gene signatures in an isogenic background (Fig. 5B).

400

401 ***Perturbations in neuronal network connectivity in NRXN1<sup>del</sup> donor-derived and NRXN1 cKO***  
402 ***brain engineered brain organoids***

403 To test whether the observed developmental abnormalities and gene expression  
404 programs translate to functional and sustained differences in neuronal activity, we performed live  
405 Ca<sup>2+</sup> imaging in both donor derived brain organoids (*NRXN1<sup>del</sup>* brain organoids compared to  
406 controls) and engineered brain organoids (*NRXN1* cKO brain organoids compared to controls) at  
407 day 130-160 (Fig. 6). Under normal conditions, without stimulation, we measured the frequency  
408 and amplitude of spontaneous Ca<sup>2+</sup> transients, which are indicative of spontaneous neuronal  
409 network activities. In addition, we quantified the frequency of synchronous firing, which indicates  
410 how often neurons fire together, thereby producing synchronized bursts of activities. Compared  
411 to controls, *NRXN1<sup>del</sup>* brain organoids showed a significant decrease in the frequency of  
412 spontaneous Ca<sup>2+</sup> transients without a change in the amplitude of the responses, as measured  
413 by dF/F<sub>0</sub> intensity (Fig. 6A,B). In addition, there was an overall decrease in the synchronous firing  
414 rate in these brain organoids, demonstrating a significant decrease in the neuronal network bursts  
415 (Fig. 6A,B). Interestingly, *NRXN1* cKO brain organoids produced a slightly different phenotype in  
416 which the frequency of spontaneous Ca<sup>2+</sup> transients was increased without any changes in the  
417 amplitude of the responses as well as the synchronicity of spontaneous firing events (Fig. 6C,D).  
418 These data suggest that although spontaneous neuronal activities are uniformly altered in the  
419 brain organoids carrying *NRXN1* CNVs, depending on the genetic background, different  
420 phenotypic outcomes manifest, reflective of the differences in transcriptomic landscape of these  
421 brain organoids.

422

423

424 **Discussion**

425

426 Here we provide a systematic analysis of the cell-type- and developmental timing-  
427 dependent perturbations induced by *NRXN1* CNVs in the developing human brain organoids  
428 using single cell transcriptomics. We initially had two specific goals in mind – 1) to understand the  
429 developmental effects of *NRXN1* heterozygous deletions in an isogenic background to uncover  
430 which time points and cell types are important for *NRXN1* function, and 2) to utilize SCZ-*NRXN1*  
431 del patient iPSC derived organoids as a model to study the molecular and cellular biology of SCZ.  
432 By profiling the transcriptomes of *NRXN1* cKO brain organoids, we found that cellular phenotypes  
433 associated with *NRXN1* haploinsufficiency manifests at a developmental window of brain  
434 organoids at the peak of neurogenesis and start of astrogenesis. Moreover, developmental  
435 trajectories and gene expression profiles of maturing glutamatergic and GABAergic neurons are  
436 impacted by *NRXN1* CNVs.

437 By comparing engineered and donor-derived organoids side by side, we found both  
438 commonalities and differences, reflective of the contribution of genetic background effects. We  
439 unbiasedly found shared molecular programs that are perturbed across organoid types. First, the  
440 NMDAR subunit *GRIN2B* was differentially expressed in GABAergic neurons across genetic  
441 backgrounds. This finding was significant as it confirms previous results showing that *Nrxn1*  
442 signals through NMDARs<sup>9,10</sup> and *NRXN1* haploinsufficient human induced neurons carry  
443 upregulated levels of the endogenous NMDAR antagonist *KYAT3*<sup>35</sup>. Moreover, genetic variants  
444 in the NMDAR subunits, *GRIN2B* and *GRIN2A*, are both observed in SCZ populations<sup>63,66,67</sup>.  
445 Lastly, NMDAR hypofunction in SCZ has been a longstanding hypothesis supported by multiple  
446 post-mortem studies and brain imaging studies from SCZ patients as well as mouse models of  
447 NMDAR blockade through ketamine and phencyclidine<sup>61,62</sup>.

448 Second, through the interrogation of DEG overlaps and GSEA, we discovered two distinct  
449 biological pathways that are enriched across genetic backgrounds – splicing and Ub-proteasome  
450 system (UPS) regulation – both of which have been previously implicated in SCZ. Alternative  
451 splicing is highly regulated in the brain<sup>68,69</sup> and is influenced by development-specific splicing  
452 factors like NOVAs, PTBPs, RBFOXs, and SSRMs<sup>70-73</sup>. It has been shown that global splicing  
453 changes and alternative transcript usage are overrepresented in SCZ brains, more so than in  
454 ASDs and BD<sup>54</sup>. Differential splicing of various genes has been observed in the brain samples of  
455 SCZ patients compared to controls, including *DRD2*, *NRG1*, *ERBB4*, *GRM3*, and *GRIN1*<sup>54,74-77</sup>.  
456 More recently, differential splicing effects of *NRXN1* has been appreciated in SCZ iPSC-derived  
457 neurons<sup>78</sup> and in postmortem brains of SCZ and BD patients<sup>18,54</sup>, further highlighting the

458 importance of splicing regulation in SCZ as a potential molecular mechanism. It may be possible  
459 that there exists a systematic problem of the splicing machinery, which results in global changes  
460 in alternative splice usage in SCZ.

461 In addition to splicing, DEGs responsible for UPS regulation have been identified in our  
462 study. Importantly, post-mortem brain tissues from SCZ individuals compared to controls showed  
463 increased ubiquitin immunoreactivity<sup>47</sup>, an increase in Lys63-linked Ub species, increased  
464 polyubiquitinated protein levels, and increased brain protein insolubility<sup>49,50</sup>. These observations  
465 are further strengthened by the recent discovery of protein truncating variants in the Ub ligases,  
466 *HERC1* and *CUL1*, in SCZ exomes<sup>51</sup>. Possibly more UPS genes are to be discovered for both  
467 rare and common variants in the future. Though it remains to be determined whether these  
468 changes are indeed causal or merely reporting a consequence of the disease, altered UPS does  
469 exist and this, in turn, could affect protein homeostasis in the brains of SCZ patients. Importantly,  
470 proteasome function at synapses is tightly regulated by NMDAR activity, as NMDAR activation  
471 regulates 26S proteasome assembly and catalytic activity<sup>79,80</sup> and stability of proteasomes in the  
472 post-synaptic density<sup>81</sup>. Moreover, E3 Ub-ligases and deubiquitinases act in concert to regulate  
473 the ubiquitination, internalization and localization of NMDARs, AMPARs, and mGluRs, and  
474 therefore, actively participate in Hebbian and homeostatic plasticity<sup>82-84</sup>. Further investigations on  
475 the interplay between NMDAR signaling and UPS regulation during synaptic development would  
476 enhance our understanding of how these distinct biological pathways converge in the context of  
477 SCZ pathogenesis.

478 Interestingly, there were two major differences between donor vs. engineered organoids  
479 that we observed. First, unlike the donor derived organoids, engineered organoids did not exhibit  
480 any changes in the cell proportion or gene expression in the NEC subtypes. Moreover, the  
481 magnitude of gene expression changes in various cell types in the engineered organoids was  
482 minimal compared to donor derived organoids, which showed a greater number of DEGs overall.  
483 These findings indicate that brain organoids derived from patient genetic background induce a  
484 greater degree of transcriptional perturbations and uncover NECs as a vulnerable cell type during  
485 cortical development in addition to neuronal subtypes and glial/astroglial cells, which are  
486 commonly affected to varying degrees in both patient and engineered genetic backgrounds  
487 carrying *NRXN1* CNVs. The specificity of NEC phenotypes in the SCZ *NRXN1* del genetic  
488 background is further supported by previous studies reporting alterations in the morphology,  
489 differentiation potential, and gene expression profiles from SCZ iPSC derived NECs and brain  
490 organoid models, all of which are in support of the neurodevelopmental hypothesis of SCZ<sup>85-87</sup>.

491         Second, the enrichment of disease associated DEGs was minimal in the engineered  
492 organoids compared to donor derived organoids. This finding makes sense since donor derived  
493 organoids carry SCZ-relevant genetic background. Due to this effect, differences in the magnitude  
494 of gene expression changes and the directionality of those changes were observed in these  
495 organoid types. This is also apparent in the differences in the specific neuronal firing patterns  
496 observed in the isogenic engineered vs. donor derived organoids.

497         There are two main limitations to this study. First, despite obtaining high-quality dataset,  
498 the overall study is underpowered due to the small sample size of patient/control cohort with  
499 limited genetic backgrounds being represented. Changes in the cell proportion, for example, could  
500 be further analyzed using larger sample size and multiple technical replicates. It is unclear how  
501 cell proportion could be initiated earlier on as answering this question would require granular  
502 analysis of multiple time points across development and a greater number of single cells. Second,  
503 while we focused on early developmental time points leading up to days 101/112, which allows  
504 investigation of the molecular programs underlying peak of neuronal diversity and amplification,  
505 older time points could reveal postnatal gene signatures that are being missed here. For example,  
506 astrocytes/glial cells are prominent cell types that are shared among engineered and donor  
507 derived organoids and produce changes in gene expression and cell proportions. This finding  
508 could be further explored using older organoid samples, as astrocyte development is initiating at  
509 ~day 100 and requires long term cultures to study their biology<sup>88</sup>. In addition, the developmental  
510 switch from *GRIN2B*- to *GRIN2A*-containing NMDARs occurs at ~300 day old brain organoids<sup>29</sup>,  
511 which could potentially allow one to study postnatal human brain biology.

512         In the future, it will be important to expand upon this work by comparing this dataset with  
513 single cell transcriptomes obtained from *NRXN1* del individuals with other neuropsychiatric  
514 disorders like ASDs as well as those from healthy, unaffected individuals who also carry *NRXN1*  
515 deletions. This type of experimental design would allow dissection of the contribution of disease-  
516 specific effects at a greater scale – common vs. distinct molecular features across  
517 neuropsychiatric disorders which uniformly affect brain development and synaptic function.

518  
519  
520  
521  
522  
523  
524

525

526 **Acknowledgments**

527 We thank Kelly Rangel (CCHMC gene expression core) and Dr. Jim Chambers (IALS Light  
528 Microscopy core) for assistance with 10X scRNAseq and  $\text{Ca}^{2+}$  imaging set up as well as members  
529 of the Pak lab for experimental assistance and helpful discussions. We also thank Dr. Zhiping  
530 Pang for sharing the psychiatric risk summary gene list for disease enrichment analysis.

531

532 **Funding**

533 This work was supported by NIMH (R01 MH122519 to C.P., R21 MH130843 to Y.S. and C.P.),  
534 UMass IALS/BMB faculty start up fund (to C.P.), Tourette Association of America (Young  
535 investigator award to C.P.), and NIGMS T32 BTP training program (T32 GM135096 to N.P.).

536

537 **Author contributions**

538 R.S., R.B., Y.J.S., and J.B. cultured brain organoids and performed experiments. K.J. carried out  
539 all scRNAseq data analysis. R.S. and N.P. conducted live  $\text{Ca}^{2+}$  imaging and analysis. A.P. and  
540 R.B. optimized single cell dissociation protocol. R.G. optimized image analysis. R.S., K.J., Y.B.S.,  
541 B.A., and C.P. designed the experiments and R.S., K.J., and C.P. wrote the manuscript.

542

543 **Declaration of interests**

544 Nothing to declare.

545

546

547 **Online methods**

548

549 **hPSC culture and forebrain organoid generation**

550 hESC and iPSCs were cultured on feeder-free conditions as previously described<sup>34,35</sup>. In order to  
551 form serum-free floating embryoid body (EB) aggregates, hPSCs were dissociated into single  
552 cells using Accutase (Innovative Cell Technologies). Dissociated cells were then reaggregated in  
553 low adhesion microwell culture plates (AggreWell-800, Stem cell technologies). 3 million cells  
554 were plated per 2mL well in mTesR plus Y-27632 (1  $\mu$ M, Axon Medchem). 24 hours after plating,  
555 aggregated EBs were transferred to ultra-low attachment 10cm petri dishes and cultured as  
556 previously described<sup>89</sup>. Briefly, EBs in 10 cm dishes are cultured in E6 medium (ThermoFisher)  
557 for up to 6 days with SB431542 (10  $\mu$ M, Peprotech) and dorsomorphin (5  $\mu$ M, Peprotech) for dual  
558 SMAD inhibition, promoting neural stem cell differentiation. Following day 6, EBs were cultured in  
559 Neurobasal (ThermoFisher) containing B27 without vitamin A supplement, Glutamax (Life  
560 Technologies), Penicillin-Streptomycin (ThermoFisher) and the following morphogens at 20  
561 ng/mL (Peprotech): human EGF, human FGF, human BDNF, and human NT3. At day 6-8,  
562 forebrain organoids were placed on an orbital shaker for gentle agitation to reduce spontaneous  
563 fusion. Starting at day 43, all morphogens were removed and brain organoids were cultured solely  
564 in B27 containing Neurobasal media.

565

566 **Lentivirus generation**

567 Lentiviral plasmid constructs used in this study are Cre-recombinase and Flp-recombinase fused  
568 to EGFP driven by the ubiquitin-C promoter as previously described<sup>35</sup>. For all lentiviral vectors,  
569 viruses were produced in HEK293T cells (ATCC, VA) by co-transfection with three helper  
570 plasmids (3.25  $\mu$ g of pRSV-REV, 8.1  $\mu$ g of pMDLg/pRRE and 10  $\mu$ g of lentiviral vector DNA per  
571 75 cm<sup>2</sup> culture area using calcium phosphate transfection method<sup>90</sup>. Lentiviruses were harvested  
572 from the medium 48 hrs after transfection. Viral supernatants were then centrifuged at a high  
573 speed of 49,000 x g for 90 min and aliquoted for storage in -80C. Viral preparations that yielded  
574 90% EGFP expression were assessed to be efficiently infected and used for experiments.

575

576 **Cryopreservation and sectioning**

577 Organoid samples were collected at day 21, 50 and 100. Samples were fixed in 4%  
578 paraformaldehyde at 4°C overnight then submerged in 30% sucrose/PBS solution for 24-48hrs in  
579 4°C. Organoids were flash frozen in gelatin solution (gelatin in 10% sucrose/PBS) using dry  
580 ice/ethanol slurry and were stored in -80°C for long term storage or until cryosectioning.  
581 Cryosections were between 12 to 25 micron section thickness. Organoid sections were directly  
582 adhered to microscope slides and subsequently used for immunohistochemistry or stored for long  
583 term storage in -20°C.

584

585 **Immunostaining**

586 Organoid sections were washed three times in 0.2% Triton-X in PBS (0.2%PBS/T) and then  
587 blocked in 10% normal goat serum diluted in 0.2%PBS/T (blocking solution) for 1hr at room  
588 temperature. Sections were incubated in primary antibodies diluted in blocking solution overnight  
589 at 4°C and were subsequently washed three times with 0.2%PBS/T, followed by incubation with  
590 secondary antibodies and DAPI diluted in PBS/T at room temperature for 2 hours. Finally,

591 sections were washed three times (20 minutes per wash), and then mounted using Fluoromount  
592 mounting media (Southern Biotech). Primary antibodies used are as follows: mouse anti-Ki67  
593 (1:250, BD Biosciences BDB550609), rabbit anti-SOX2 (1:500 Cell Signaling 3697S), rabbit anti-  
594 HOPX (1:500, Proteintech 11419-1-H), rat anti-CTIP2 (1:2000, Abcam ab18465), rabbit anti-  
595 TBR2 (1:1000, Abcam ab23345), mouse anti-SATB2 (1:1000 Abcam ab51502), mouse anti-  
596 NEUN (1:500, EMD Millipore MAB377), rabbit anti-NEUN (1:1000, EMD Millipore ABN78), rabbit  
597 anti-S100B (1:1000, Sigma S2644), chicken anti-MAP2 (1:5000, Abcam ab5392), rabbit anti-  
598 SYNAPTOPHYSIN (1:1000, Abcam ab14692), rabbit anti-HOMER (1:1000 Synaptic System  
599 160003), and mouse anti-SYNAPSIN (1:500, Synaptic System 111011). Secondary antibodies  
600 conjugated with Alexa 488, 594, 647 (Invitrogen) and DAPI (1:1000, Sigma MBD0015) were used.  
601  
602

### 603 **Calcium imaging and analysis**

604 Organoids were incubated in 1  $\mu$ M of X-Rhod1 AM dye (Invitrogen) diluted in a modified HEPES  
605 buffer (130mM NaCl, 5mM KCl, 2mM CaCl<sub>2</sub>, 1mM MgCl<sub>2</sub>, 10mM HEPES, 10mM Glucose, pH  
606 7.4 adjusted with NaOH) for 15 minutes at room temperature. Excess dye was washed with  
607 modified HEPES buffer once, then imaged using a confocal microscope (Nikon, A1R25). Imaging  
608 was carried out in glass bottom petri dishes (MatTek). Temperature was maintained at 37C using  
609 the Ibidi stage heater. Time lapse images were acquired at 250ms intervals for a period of 5 mins.  
610 Images were processed using ImageJ software to produce binary images. Analysis was then  
611 carried out using a stimulation-free Matlab protocol as demonstrated previously<sup>91</sup>. Using the  
612 MATLAB protocol, we first 'stacked' the time lapse images captured by the confocal microscope  
613 to produce a Maximum Intensity Projection (MIP). Guided by the MIP, we then selected 4-5  
614 regions of interest (ROI) indicating the most active regions of the organoid, with each ROI  
615 measuring 50 $\mu$ m in diameter. Next, we selected the time interval which is determined by the  
616 recording duration (in seconds)/frames; in our recordings we used 300/109 for a time interval of  
617 2.75. Changes in image intensity within ROI's are then quantified and plotted as raw calcium  
618 traces. Using the average calcium intensity across all ROI's in one field of view, synchronous  
619 spikes were plotted and a synchronous firing rate was determined using the number of detected  
620 synchronous spikes every minute. Frequency was determined by the total number of detected  
621 peaks every minute across all traces. Amplitude was established using the mean value of F/F<sub>0</sub>  
622 from individual peaks.  
623

### 624 **Quantification and statistical analysis**

625 Data wrangling was performed in Microsoft Excel, and all raw data points were transferred to  
626 Prism (9.3.0) for basic statistics, outlier detection, significance tests, and graph generation. To  
627 identify outliers from pooled replicates, the ROUT outlier test was used to identify outliers by fitting  
628 data with nonlinear regression and using a false discovery rate of Q=1%. An unpaired parametric  
629 two-tailed Student's t test was performed to compare the two genotypes (CTRL vs. cKO or CTRL  
630 vs. NRXN1del) for statistical significance.  
631  
632

### 633 **Live single cell dissociation**

634 Organoids were rinsed 3 times with HBSS (10X HBS salt, 1M HEPES, 0.004M NaHCO<sub>3</sub> diluted  
635 to 1X), then minced into small pieces and transferred to a 15mL conical tube for incubation in  
636 digestion solution (consisting of HBSS, 1 mg/mL Papain, 0.5mM EDTA, and 1mM L-cysteine) for  
637 15 minutes at 37°C. Upon incubation, digestion mixture containing organoids were gently  
638 triturated with DNase I (25 µg/mL, Worthington-Biochem) and subsequently incubated again for  
639 another 10 minutes at 37°C followed by filtration with 70µM and 30µM filters (Miltenyi Biotech).  
640 Cell mixture was then centrifuged and pelleted. Cell pellet was resuspended in Neurobasal media  
641 with B27. This step was done to help dilute any remaining enzyme, EDTA, and other components  
642 of the digest mix. After the final re-suspension in Neurobasal media (without supplements), single  
643 cell mix was filtered again using 40 µM FlowMi pipet (Milipore Sigma) to help remove debris.

644

645 **10X scRNASeq Protocol**

646 Following isolation of single cells from brain organoids, cells were centrifuged at 300 g for 5 min  
647 and then re-suspended in 1 mL ice-cold Neurobasal media. Cell concentration and viability were  
648 determined using a hemocytometer with trypan blue dye exclusion and cell concentrations were  
649 adjusted to 700-1200 cells/µL for 10X single cell sequencing. For each sample, 9,600 cells were  
650 loaded into the 10X Chromium controller to target recovery of 6,000 cells and a Gel Beads in  
651 Emulsion (GEM) was generated. 10X Genomics 3'v3.1 chemistry was used. The samples were  
652 processed according to the protocol from 10X Genomics, using 14 cycles for cDNA amplification.  
653 Single cell libraries were sequenced using the Illumina NovaSeq 6000.

654

655 **Single cell data alignment**

656 10x single-cell RNA-sequencing data in Fastq files were aligned to transcripts using Cell Ranger  
657 3.1.0 (<https://www.10xgenomics.com/support/single-cell-gene-expression>). Reference genome  
658 GRCh38 (Ensembl 93) was used as the reference genome. In the CellRanger *count* command,  
659 parameters *chemistry* and *expected-cells* were set as SC3Pv3 and 6000, respectively.

660

661 **Single cell preprocessing and normalization**

662 Cell Ranger output h5 files were loaded using Seurat 4<sup>92</sup> as the raw data. To reduce the impact  
663 of low-quality cells, we first removed cells with less than 1200 or more than 25,000 unique  
664 molecular identifiers (UMI). In addition, we removed cells with less than 600 or more than 6000  
665 unique genes. Since low-quality or dying cells often exhibit extensive mitochondrial  
666 contamination, we removed cells with more than 10% mitochondrial transcripts.

667 Furthermore, we removed several clusters (details of the clustering will be mentioned later) of  
668 cells with low-sequencing depth to avoid the influence of poorly sequenced cells. Clusters with  
669 lower-than-normal distributions of the number of UMIs or unique genes were manually removed  
670 from the data. In the end, 9 lowly-sequenced clusters were removed from both donor-derived and  
671 engineered organoids single cell data (Figure S3). In addition, we utilized Scrublet<sup>93</sup> to investigate  
672 the doublets in the data. Only a small number of cells reached the threshold of doublets, indicating  
673 a low prevalence of doublets.

674 After the quality control, we finally harvested 33,538 genes and 141,039 high-quality cells,  
675 including 88,623 cells from 16 donor-derived organoid samples and 52,416 cells from 10

676 engineered organoid samples. Both original and processed data can be found in Data Availability.  
677 We normalized the total UMI counts per gene to 1 million (CPM) and applied  $\log_2(\text{CPM}+1)$   
678 transformation for heatmap visualization and downstream differential gene expression analysis,  
679 which were conducted in Scanpy<sup>94</sup>. In the following Seurat integration procedure, we applied the  
680 default normalization approach of Seurat.

681

### 682 **Single cell integration**

683 To reduce the influence of batch effects from multiple samples in single-cell data analysis, we  
684 applied the Seurat integration procedure to the data. We first loaded the raw data of each sample  
685 separately and created a list of Seurat objects after the quality control. Then we normalized each  
686 Seurat object and found the top 2,000 highly variable genes using the “vst” method in  
687 *FindVariableFeatures* function. 2000 integration features were selected from the series of Seurat  
688 objects using *SelectIntegrationFeatures*. Then integration features in each dataset were scaled  
689 and centered using the *ScaleData* function, based on which we ran the Principal Component  
690 Analysis (PCA) to reduce the high dimensions of features into 50 principal components.

691 In this study, we used the Reciprocal PCA (RPCA) procedure as the default method of integrating  
692 our large-scale data due to its high computational performance. We first identified integration  
693 anchors with previously identified integration features and top 30 reciprocal principal components,  
694 after which we ran the integration using the function *IntegrateData* with the top 30 dimensions for  
695 the anchor weight procedure. After integration, the data was scaled and PCA was conducted  
696 using *ScaleData* and *RunPCA* functions, respectively. Then the nearest neighbor graph was  
697 constructed using 20 k-nearest neighbors and 30 principal components. Louvain clustering was  
698 applied on the neighbor graph using the function *FindClusters* and multiple resolutions (0.5, 1.0,  
699 2.0) were used to find clusters in both coarse and fine resolutions for comprehensive downstream  
700 analysis. Additionally, 2-dimensional and 3-dimensional embeddings of cells were generated  
701 using Uniform Manifold Approximation and Projection (UMAP) based on top 30 principal  
702 components. These integration, clustering, and dimensionality reduction procedures were applied  
703 to cells from donor-derived organoids, engineered organoids, as well as cells from both types of  
704 organoids.

705

### 706 **Cell Annotations**

707 After the quality control and integration procedure, we got high-quality cells and clusters in  
708 multiple resolutions. A total of 49 clusters in a fine resolution (2.0) were generated from  
709 aforementioned procedures for cells from both donor-derived and engineered organoid samples.  
710 Canonical markers from previous studies were collected and used for manual annotations of each  
711 cluster, such as VIM for neural progenitor cells, STMN2 for neurons, and AQP4 for astrocytes. In  
712 addition, enrichment results of ToppCell-derived gene modules and prediction labels from  
713 reference datasets were used as supplementary evidence of annotations as well. A total of 29  
714 cell classes were derived eventually, including subpopulations from NEC, glia cells, intermediate  
715 cells, neurons and supportive cells. Cluster 9 and 24 were labeled as unknown cells since there  
716 were no clear associations with known cell types based on marker genes or predicted cell types.  
717 Two clusters, including cluster 24 and 34, were labeled as low-sequencing-depth cells since their  
718 lower-than-normal transcript abundance levels. To focus on neuron differentiation, low-

719 sequencing depth unknown cells, microglia cells, and mesenchymal cells were not included in the  
720 downstream analysis.

721  
722 **Logistic regression for label prediction**  
723 To better understand the cell identities of clusters, we built up simple logistic regression models  
724 in the reference single cell data to predict cell type annotations in our own data. Such models  
725 were previously used in by Young et al.<sup>95</sup> to infer the similarity between kidney tumor cell  
726 populations and known normal kidney cell types. In our study, we established logistic regression  
727 models as classifiers for each cell type in 4 public brain organoid single cell datasets and 1 fetal  
728 brain single cell dataset. The prediction scores from the models were used to classify whether  
729 one query single cell belongs to a specific cell type. We applied models of all cell types from  
730 reference data to each cell in our single cell data and calculated the average prediction scores of  
731 cell types or clusters. The results represent the association or similarity between reference and  
732 query cell types (Figure S6B).

733  
734 **Differential expression analysis**  
735 In our study, we used the Wilcoxon test in the function *rank\_genes\_group* of Scanpy to calculate  
736 gene differential expression statistics. We applied the DE tests for comparisons between NRXN1  
737 del cells and control cells in all cell classes and time points. Normalized expression values were  
738 used as the input data. FDR adjusted p values were used to control the type I error. Genes with  
739 FDR-adjusted p values lower than 0.05 in DE tests were defined as significant DE genes.  
740  $-\log_{10}(FDR \text{ adjusted } p \text{ values})$  were defined as significance scores for the differential  
741 expression analysis. In order to highlight DEGs relevant to our analysis ('filtered' list), we extracted  
742 and integrated a list of gene sets from Gene Ontology, including neurogenesis (GO:0022008),  
743 generation of neurons (GO:0048699), neuron differentiation (GO:0030182), neuron projection  
744 development (GO:0031175), neuron development (GO:0048666), neuron projection  
745 morphogenesis (GO:0048812), neuron projection (GO:0043005), somatodendritic compartment  
746 (GO:0036477), neuronal cell body (GO:0043025), myelin sheath (GO:0043209), axonal growth  
747 cone (GO:0044295). Additionally, we excluded genes associated with translational initiation  
748 (GO:0006413), ATP metabolic process (GO:0046034), and mitochondrion organization  
749 (GO:0007005). Both 'filtered' and 'unfiltered' DEG lists are shown in the Supplementary Tables.  
750 Volcano plots were generated for the visualization of DE genes using the *EnhancedVolcano*  
751 package<sup>96</sup>. In Figures 3 and 4, we conducted a hypergeometric test for each comparison of two  
752 gene lists to infer the significance of the number of overlapping genes in those two lists. p value  
753 were corrected using FDR-adjusted p values.

754  
755 **Gene modules from ToppCell**  
756 We used ToppCell toolkit to generate gene modules of cell types and clusters in our single cell  
757 data (Figure S6B)<sup>97</sup>. We applied ToppCell to user-provided cell annotations and derived well-  
758 organized gene modules for all cell classes. Each gene module contains the top 200 DEGs from  
759 ToppCell, representing the most prominent transcriptomic profile of this cell class. ToppCell-  
760 derived gene modules were seamlessly enriched using ToppGene<sup>44</sup> and ToppCluster<sup>98</sup>.

761  
762 **Gene enrichment analysis**  
763 Gene set enrichment analysis (GSEA) was conducted using ToppGene for gene sets from either  
764 ToppCell output or differential expression analysis. Gene ontologies were used to annotate

765 molecular functions, biological processes and cellular components. In addition, we used the  
766 *prerank* function in GSEAPY package for the customized GSEA analysis. We used the manually  
767 curated neurological-disorder-associated gene sets<sup>65</sup> as the reference, such as genes of autism  
768 spectrum disorder and schizophrenia. We calculated FDR adjusted p values of enrichment for  
769 differentially expressed genes to infer their associations with neurological diseases.

770

### **Trajectory inference and pseudotime analysis**

771 We used Monocle3<sup>42</sup> to infer the pseudotime and trajectories of cell differentiations in the brain  
772 organoid single-cell data. We took advantage of the Seurat integration procedure and transferred  
773 Seurat objects into Monocle3 *cell\_data\_set* objects. Then we learned trajectories on the UMAP  
774 using the *learn\_graph* function to get the pseudotime ordering of cells using the *order\_cells*  
775 function. Cells with the highest expression levels of cell cycle genes in cycling NECs were  
776 selected as the start point of trajectories. In the end, every cell was assigned a pseudotime value,  
777 representing the estimated differentiation stages along the trajectory. Ridge plots were drawn  
778 based on the density of cells across pseudotime values.

779

### **Cell abundance changes inferred by scCODA**

780 We investigated cell abundance changes in NRXN1 del samples using the scCODA model , which  
781 was used to perform compositional data analysis and determine abundance changes of cell  
782 populations using Bayesian modeling in the single cell data<sup>45</sup>. For cells in each cell type and each  
783 time point, compositional models were constructed using 'genotype' as the covariate in the  
784 formula. Cell types with around equal cell abundance in control and NRXN1 del samples were  
785 selected as the reference cell types. Hamiltonian Monte Carlo sampling was then initiated by  
786 calling *model.sample\_hmc*. Since the lack of number of samples, we used 0.4 as the threshold of  
787 false discovery rate for significant cell abundance changes. The signs of final parameters were  
788 used to show the direction of cell abundance changes.

789

### **NRXN1 expression analysis**

790 We collected human fetal cortex single-cell data from a large-scale single-cell dataset<sup>40</sup>. The ratio  
791 of NRXN1-expressing cells of each developmental stage and each cell type was defined as the  
792 number of cells with NRXN1 UMI counts greater than 1, divided by the total number of cells.

793

### **Reference Datasets**

794 Several datasets were used for the cell type prediction in this study, including:

795

800 Kanton et al. (2019)<sup>41</sup>: This is a single cell dataset of human cerebral organoids derived from  
801 iPSC- and embryonic stem cell (ESC)- derived cells (43,498 cells) at different time points (day 0  
802 ~ day 120) during the differentiation.

803

804 Paulsen et al. (2022)<sup>37</sup>: This is a single cell dataset of human cerebral cortex organoids with  
805 haploinsufficiency in three autism spectrum disorder (ASD) risk genes in multiple cell lines from  
806 different donors of more than 745,000 cells.

807

808 Tanaka et al. (2020)<sup>38</sup>: This is synthetic analysis of single cell data from multiple brain organoid  
809 and fetal brain datasets. Data of 8 different protocols were collected and 190,022 cells were  
810 selected for the reannotation, where they classified 24 distinct clusters and 13 cell types.

809 Velasco et al. (2019)<sup>24</sup>: This is a study to validate the reproducibility of brain organoids with single  
810 cell sequencing. They collected 166,242 cells from 21 individual organoids and identified  
811 indistinguishable compendiums of cell types and similar developmental trajectories.  
812 Zhong et al. (2018)<sup>39</sup>: This is a single cell dataset with more than 2,300 cells in developing human  
813 prefrontal cortex from gestational weeks 8 to 26.  
814 Bhaduri et al. (2021)<sup>40</sup>: This is a large-scale single cell data of developing human brain from  
815 gestation week (GW) 14 to GW 25. Multiple brain regions and neocortical areas were sampled  
816 for the data.

817

818

819 **Data availability**

820 Single cell-RNAseq data will be deposited and available on the NCBI Gene Expression Omnibus.  
821

822

823

824

825 **References**

826

827 1. Dabell, M. P. *et al.* Investigation of NRXN1 deletions: clinical and molecular characterization. *American Journal of Medical Genetics. Part A* **161A**, 717–731 (2013).

828 2. Béna, F. *et al.* Molecular and clinical characterization of 25 individuals with exonic deletions  
829 of NRXN1 and comprehensive review of the literature. *American Journal of Medical Genetics*  
830 *Part B: Neuropsychiatric Genetics* **162**, 388–403 (2013).

831 3. Castronovo, P. *et al.* Phenotypic spectrum of NRXN1 mono- and bi-allelic deficiency: A  
832 systematic review. *Clin Genet* **97**, 125–137 (2020).

833 4. Marshall, C. R. *et al.* Contribution of copy number variants to schizophrenia from a genome-  
834 wide study of 41,321 subjects. *Nature Genetics* **49**, 27–35 (2017).

835 5. Lowther, C. *et al.* Molecular characterization of NRXN1 deletions from 19,263 clinical  
836 microarray cases identifies exons important for neurodevelopmental disease expression.  
837 *Genet Med* **19**, 53–61 (2017).

838 6. Fuccillo, M. V. & Pak, C. Copy number variants in neurexin genes: phenotypes and  
839 mechanisms. *Current Opinion in Genetics & Development* **68**, 64–70 (2021).

840 7. Südhof, T. C. Synaptic Neurexin Complexes: A Molecular Code for the Logic of Neural  
841 Circuits. *Cell* **171**, 745–769 (2017).

842 8. Etherton, M. R., Blaiss, C. A., Powell, C. M. & Südhof, T. C. Mouse neurexin-1alpha deletion  
843 causes correlated electrophysiological and behavioral changes consistent with cognitive  
844 impairments. *Proceedings of the National Academy of Sciences of the United States of*  
845 *America* **106**, 17998–18003 (2009).

846 9. Dai, J., Aoto, J. & Südhof, T. C. Alternative Splicing of Presynaptic Neurexins Differentially  
847 Controls Postsynaptic NMDA and AMPA Receptor Responses. *Neuron* **102**, 993–1008.e5  
848 (2019).

849 10. Davatolhagh, M. F. & Fuccillo, M. V. Neurexin1 $\alpha$  differentially regulates synaptic efficacy  
850 within striatal circuits. *Cell Reports* **34**, 108773 (2021).

851 11. Trotter, J. H. *et al.* Synaptic neurexin-1 assembles into dynamically regulated active zone  
852 nanoclusters. *J Cell Biol* **218**, 2677–2698 (2019).

853 12. Luo, F., Sclip, A., Jiang, M. & Südhof, T. C. Neurexins cluster Ca $^{2+}$  channels within the  
854 presynaptic active zone. *EMBO J* **39**, e103208 (2020).

855 13. Chen, L. Y., Jiang, M., Zhang, B., Gokce, O. & Südhof, T. C. Conditional Deletion of All  
856 Neurexins Defines Diversity of Essential Synaptic Organizer Functions for Neurexins. *Neuron*  
857 **94**, 611–625.e4 (2017).

858 14. Ullrich, B., Ushkaryov, Y. A. & Südhof, T. C. Cartography of neurexins: more than 1000  
859 isoforms generated by alternative splicing and expressed in distinct subsets of neurons.  
860 *Neuron* **14**, 497–507 (1995).

861 15. Tabuchi, K. & Südhof, T. C. Structure and evolution of neurexin genes: insight into the  
862 mechanism of alternative splicing. *Genomics* **79**, 849–859 (2002).

863 16. Treutlein, B., Gokce, O., Quake, S. R. & Südhof, T. C. Cartography of neurexin alternative  
864 splicing mapped by single-molecule long-read mRNA sequencing. *Proceedings of the*  
865 *National Academy of Sciences of the United States of America* **111**, E1291–1299 (2014).

866 17. Schreiner, D. *et al.* Targeted combinatorial alternative splicing generates brain region-specific  
867 repertoires of neurexins. *Neuron* **84**, 386–398 (2014).

868 18. Jenkins, A. K. *et al.* Neurexin 1 (NRXN1) splice isoform expression during human neocortical  
869 development and aging. *Molecular Psychiatry* **21**, 701–706 (2016).

870 19. Zeng, L. *et al.* Functional impacts of NRXN1 knockdown on neurodevelopment in stem cell  
871 models. *PloS One* **8**, e59685 (2013).

872 20. Lam, M. *et al.* Single cell analysis of autism patient with bi-allelic NRXN1-alpha deletion  
873 reveals skewed fate choice in neural progenitors and impaired neuronal functionality. *Exp Cell*  
874 *Res* **383**, 111469 (2019).

875

876 21. Willsey, H. R. *et al.* Parallel in vivo analysis of large-effect autism genes implicates cortical  
877 neurogenesis and estrogen in risk and resilience. *Neuron* **109**, 788-804.e8 (2021).

878 22. Lancaster, M. A. *et al.* Cerebral organoids model human brain development and  
879 microcephaly. *Nature* **501**, 373–379 (2013).

880 23. Pașca, A. M. *et al.* Functional cortical neurons and astrocytes from human pluripotent stem  
881 cells in 3D culture. *Nature Methods* **12**, 671–678 (2015).

882 24. Velasco, S. *et al.* Individual brain organoids reproducibly form cell diversity of the human  
883 cerebral cortex. *Nature* **570**, 523–527 (2019).

884 25. Qian, X. *et al.* Brain-region-specific organoids using mini-bioreactors for modeling zikv  
885 exposure. *Cell* **165**, 1238–1254 (2016).

886 26. Bershteyn, M. *et al.* Human iPSC-Derived Cerebral Organoids Model Cellular Features of  
887 Lissencephaly and Reveal Prolonged Mitosis of Outer Radial Glia. *Cell Stem Cell* **20**, 435–  
888 449.e4 (2017).

889 27. Xiang, Y. *et al.* Fusion of Regionally Specified hPSC-Derived Organoids Models Human Brain  
890 Development and Interneuron Migration. *Cell Stem Cell* **21**, 383-398.e7 (2017).

891 28. Sebastian, R., Song, Y. & Pak, C. Probing the molecular and cellular pathological  
892 mechanisms of schizophrenia using human induced pluripotent stem cell models. *Schizophr  
893 Res* S0920-9964(22)00263–8 (2022) doi:10.1016/j.schres.2022.06.028.

894 29. Gordon, A. *et al.* Long-term maturation of human cortical organoids matches key early  
895 postnatal transitions. *Nat Neurosci* **24**, 331–342 (2021).

896 30. Kathuria, A. *et al.* Transcriptomic Landscape and Functional Characterization of Induced  
897 Pluripotent Stem Cell-Derived Cerebral Organoids in Schizophrenia. *JAMA Psychiatry* **77**,  
898 745–754 (2020).

899 31. Khan, T. A. *et al.* Neuronal defects in a human cellular model of 22q11.2 deletion syndrome.  
900 *Nat Med* **26**, 1888–1898 (2020).

901 32. Stachowiak, E. K. *et al.* Cerebral organoids reveal early cortical maldevelopment in  
902 schizophrenia-computational anatomy and genomics, role of FGFR1. *Transl Psychiatry* **7**, 6  
903 (2017).

904 33. Notaras, M. *et al.* Schizophrenia is defined by cell-specific neuropathology and multiple  
905 neurodevelopmental mechanisms in patient-derived cerebral organoids. *Mol Psychiatry* **27**,  
906 1416–1434 (2022).

907 34. Pak, C. *et al.* Human Neuropsychiatric Disease Modeling using Conditional Deletion Reveals  
908 Synaptic Transmission Defects Caused by Heterozygous Mutations in NRXN1. *Cell Stem Cell*  
909 **17**, 316–328 (2015).

910 35. Pak, C. *et al.* Cross-platform validation of neurotransmitter release impairments in  
911 schizophrenia patient-derived NRXN1-mutant neurons. *Proceedings of the National Academy  
912 of Sciences of the United States of America* **118**, e2025598118 (2021).

913 36. Yoon, S.-J. *et al.* Reliability of human cortical organoid generation. *Nature Methods* **16**, 75–  
914 78 (2019).

915 37. Paulsen, B. *et al.* Autism genes converge on asynchronous development of shared neuron  
916 classes. *Nature* **602**, 268–273 (2022).

917 38. Tanaka, Y., Cakir, B., Xiang, Y., Sullivan, G. J. & Park, I.-H. Synthetic Analyses of Single-Cell  
918 Transcriptomes from Multiple Brain Organoids and Fetal Brain. *Cell Rep* **30**, 1682-1689.e3  
919 (2020).

920 39. Zhong, S. *et al.* A single-cell RNA-seq survey of the developmental landscape of the human  
921 prefrontal cortex. *Nature* **555**, 524–528 (2018).

922 40. Bhaduri, A. *et al.* An atlas of cortical arealization identifies dynamic molecular signatures.  
923 *Nature* **598**, 200–204 (2021).

924 41. Kanton, S. *et al.* Organoid single-cell genomic atlas uncovers human-specific features of brain  
925 development. *Nature* **574**, 418–422 (2019).

926 42. Cao, J. *et al.* The single-cell transcriptional landscape of mammalian organogenesis. *Nature*  
927 **566**, 496–502 (2019).

928 43. Uzquiano, A. *et al.* Single-cell multiomics atlas of organoid development uncovers longitudinal  
929 molecular programs of cellular diversification of the human cerebral cortex.  
930 2022.03.17.484798 Preprint at <https://doi.org/10.1101/2022.03.17.484798> (2022).

931 44. Chen, J., Bardes, E. E., Aronow, B. J. & Jegga, A. G. ToppGene Suite for gene list enrichment  
932 analysis and candidate gene prioritization. *Nucleic Acids Research* **37**, W305–311 (2009).

933 45. Büttner, M., Ostner, J., Müller, C. L., Theis, F. J. & Schubert, B. scCODA is a Bayesian model  
934 for compositional single-cell data analysis. *Nat Commun* **12**, 6876 (2021).

935 46. Luza, S. *et al.* The ubiquitin proteasome system and schizophrenia. *The Lancet Psychiatry* **7**,  
936 528–537 (2020).

937 47. Nishimura, A. *et al.* The carbohydrate deposits detected by histochemical methods in the  
938 molecular layer of the dentate gyrus in the hippocampal formation of patients with  
939 schizophrenia, Down's syndrome and dementia, and aged person. *Glycoconj J* **17**, 815–822  
940 (2000).

941 48. Altar, C. A. *et al.* Deficient hippocampal neuron expression of proteasome, ubiquitin, and  
942 mitochondrial genes in multiple schizophrenia cohorts. *Biol Psychiatry* **58**, 85–96 (2005).

943 49. Rubio, M. D., Wood, K., Haroutunian, V. & Meador-Woodruff, J. H. Dysfunction of the ubiquitin  
944 proteasome and ubiquitin-like systems in schizophrenia. *Neuropsychopharmacology* **38**,  
945 1910–1920 (2013).

946 50. Bousman, C. A. *et al.* Elevated ubiquitinated proteins in brain and blood of individuals with  
947 schizophrenia. *Sci Rep* **9**, 2307 (2019).

948 51. Singh, T. *et al.* Rare coding variants in ten genes confer substantial risk for schizophrenia.  
949 *Nature* **604**, 509–516 (2022).

950 52. Zhang, X. *et al.* Cell-Type-Specific Alternative Splicing Governs Cell Fate in the Developing  
951 Cerebral Cortex. *Cell* **166**, 1147–1162.e15 (2016).

952 53. Johnson, M. B. *et al.* Functional and evolutionary insights into human brain development  
953 through global transcriptome analysis. *Neuron* **62**, 494–509 (2009).

954 54. Gandal, M. J. *et al.* Transcriptome-wide isoform-level dysregulation in ASD, schizophrenia,  
955 and bipolar disorder. *Science* **362**, eaat8127 (2018).

956 55. Irimia, M. *et al.* A highly conserved program of neuronal microexons is misregulated in autistic  
957 brains. *Cell* **159**, 1511–1523 (2014).

958 56. Watanabe, A. *et al.* Fabp7 maps to a quantitative trait locus for a schizophrenia  
959 endophenotype. *PLoS Biol* **5**, e297 (2007).

960 57. Maekawa, M. *et al.* Polymorphism screening of brain-expressed FABP7, 5 and 3 genes and  
961 association studies in autism and schizophrenia in Japanese subjects. *J Hum Genet* **55**, 127–  
962 130 (2010).

963 58. Koga, M. *et al.* Plasma fatty acid-binding protein 7 concentration correlates with  
964 depression/anxiety, cognition, and positive symptom in patients with schizophrenia. *J  
965 Psychiatr Res* **144**, 304–311 (2021).

966 59. Hu, C., Chen, W., Myers, S. J., Yuan, H. & Traynelis, S. F. Human GRIN2B variants in  
967 neurodevelopmental disorders. *Journal of Pharmacological Sciences* **132**, 115–121 (2016).

968 60. Takasaki, Y. *et al.* Mutation screening of GRIN2B in schizophrenia and autism spectrum  
969 disorder in a Japanese population. *Sci Rep* **6**, 33311 (2016).

970 61. Coyle, J. T. NMDA receptor and schizophrenia: a brief history. *Schizophr Bull* **38**, 920–926  
971 (2012).

972 62. Nakazawa, K. & Sapkota, K. The origin of NMDA receptor hypofunction in schizophrenia.  
973 *Pharmacol Ther* **205**, 107426 (2020).

974 63. Trubetskoy, V. *et al.* Mapping genomic loci implicates genes and synaptic biology in  
975 schizophrenia. *Nature* **604**, 502–508 (2022).

976 64. Shimamoto, C. *et al.* Functional characterization of FABP3, 5 and 7 gene variants identified  
977 in schizophrenia and autism spectrum disorder and mouse behavioral studies. *Hum Mol  
978 Genet* **23**, 6495–6511 (2014).

979 65. Wang, L. *et al.* Analyses of the Autism-associated Neuroligin-3 R451C Mutation in Human  
980 Neurons Reveals a Gain-of-Function Synaptic Mechanism. 2021.12.07.471501 Preprint at  
981 <https://doi.org/10.1101/2021.12.07.471501> (2021).

982 66. Tarabeux, J. *et al.* Rare mutations in N-methyl-D-aspartate glutamate receptors in autism  
983 spectrum disorders and schizophrenia. *Transl Psychiatry* **1**, e55 (2011).

984 67. Yu, Y. *et al.* Rare loss of function mutations in N-methyl-D-aspartate glutamate receptors and  
985 their contributions to schizophrenia susceptibility. *Transl Psychiatry* **8**, 1–9 (2018).

986 68. Yeo, G., Holste, D., Kreiman, G. & Burge, C. B. Variation in alternative splicing across human  
987 tissues. *Genome Biology* **5**, R74 (2004).

988 69. Raj, B. & Blencowe, B. J. Alternative Splicing in the Mammalian Nervous System: Recent  
989 Insights into Mechanisms and Functional Roles. *Neuron* **87**, 14–27 (2015).

990 70. Ule, J. *et al.* Nova regulates brain-specific splicing to shape the synapse. *Nat Genet* **37**, 844–  
991 852 (2005).

992 71. Spellman, R. *et al.* Regulation of alternative splicing by PTB and associated factors. *Biochem  
993 Soc Trans* **33**, 457–460 (2005).

994 72. Vuong, C. K., Black, D. L. & Zheng, S. The neurogenetics of alternative splicing. *Nat Rev  
995 Neurosci* **17**, 265–281 (2016).

996 73. Quesnel-Vallières, M., Irimia, M., Cordes, S. P. & Blencowe, B. J. Essential roles for the  
997 splicing regulator nSR100/SRRM4 during nervous system development. *Genes Dev* **29**, 746–  
998 759 (2015).

999 74. Kaalund, S. S. *et al.* Contrasting changes in DRD1 and DRD2 splice variant expression in  
1000 schizophrenia and affective disorders, and associations with SNPs in postmortem brain. *Mol  
1001 Psychiatry* **19**, 1258–1266 (2014).

1002 75. Tan, W. *et al.* Molecular cloning of a brain-specific, developmentally regulated neuregulin 1  
1003 (NRG1) isoform and identification of a functional promoter variant associated with  
1004 schizophrenia. *J Biol Chem* **282**, 24343–24351 (2007).

1005 76. Law, A. J., Kleinman, J. E., Weinberger, D. R. & Weickert, C. S. Disease-associated intronic  
1006 variants in the ErbB4 gene are related to altered ErbB4 splice-variant expression in the brain  
1007 in schizophrenia. *Hum Mol Genet* **16**, 129–141 (2007).

1008 77. Sartorius, L. J. *et al.* Expression of a GRM3 Splice Variant is Increased in the Dorsolateral  
1009 Prefrontal Cortex of Individuals Carrying a Schizophrenia Risk SNP. *Neuropsychopharmacol  
1010* **33**, 2626–2634 (2008).

1011 78. Flaherty, E. *et al.* Neuronal impact of patient-specific aberrant NRXN1 $\alpha$  splicing. *Nat Genet*  
1012 **51**, 1679–1690 (2019).

1013 79. Tai, H.-C., Besche, H., Goldberg, A. L. & Schuman, E. M. Characterization of the Brain 26S  
1014 Proteasome and its Interacting Proteins. *Front Mol Neurosci* **3**, 12 (2010).

1015 80. Bingol, B. *et al.* Autophosphorylated CaMKII $\alpha$  Acts as a Scaffold to Recruit Proteasomes to  
1016 Dendritic Spines. *Cell* **140**, 567–578 (2010).

1017 81. Ferreira, J. S. *et al.* GluN2B-Containing NMDA Receptors Regulate AMPA Receptor Traffic  
1018 through Anchoring of the Synaptic Proteasome. *J. Neurosci.* **35**, 8462–8479 (2015).

1019 82. Scudder, S. L. *et al.* Synaptic Strength Is Bidirectionally Controlled by Opposing Activity-  
1020 Dependent Regulation of Nedd4-1 and USP8. *J. Neurosci.* **34**, 16637–16649 (2014).

1021 83. Huo, Y. *et al.* The deubiquitinating enzyme USP46 regulates AMPA receptor ubiquitination  
1022 and trafficking. *J Neurochem* **134**, 1067–1080 (2015).

1023 84. Fu, A. K. Y. *et al.* APCCdh1 mediates EphA4-dependent downregulation of AMPA receptors  
1024 in homeostatic plasticity. *Nat Neurosci* **14**, 181–189 (2011).

1025 85. Weinberger, D. R. Future of Days Past: Neurodevelopment and Schizophrenia. *Schizophr  
1026 Bull* **43**, 1164–1168 (2017).

1027 86. Murray, R. M. & Lewis, S. W. Is schizophrenia a neurodevelopmental disorder? *Br Med J (Clin  
1028 Res Ed)* **295**, 681–682 (1987).

1029 87. Raedler, T. J., Knable, M. B. & Weinberger, D. R. Schizophrenia as a developmental disorder  
1030 of the cerebral cortex. *Curr Opin Neurobiol* **8**, 157–161 (1998).

1031 88. Sloan, S. A. *et al.* Human Astrocyte Maturation Captured in 3D Cerebral Cortical Spheroids  
1032 Derived from Pluripotent Stem Cells. *Neuron* **95**, 779-790.e6 (2017).

1033 89. Sloan, S. A., Andersen, J., Paşa, A. M., Birey, F. & Paşa, S. P. Generation and assembly  
1034 of human brain region-specific three-dimensional cultures. *Nature Protocols* **13**, 2062–2085  
1035 (2018).

1036 90. Chen, C. & Okayama, H. High-efficiency transformation of mammalian cells by plasmid DNA.  
1037 *Mol Cell Biol* **7**, 2745–2752 (1987).

1038 91. Sun, Z. & Südhof, T. C. A simple Ca<sup>2+</sup>-imaging approach to neural network analyses in  
1039 cultured neurons. *Journal of Neuroscience Methods* **349**, 109041 (2021).

1040 92. Hao, Y. *et al.* Integrated analysis of multimodal single-cell data. *Cell* **184**, 3573-3587.e29  
1041 (2021).

1042 93. Wolock, S. L., Lopez, R. & Klein, A. M. Scrublet: Computational Identification of Cell Doublets  
1043 in Single-Cell Transcriptomic Data. *Cell Syst* **8**, 281-291.e9 (2019).

1044 94. Wolf, F. A., Angerer, P. & Theis, F. J. SCANPY: large-scale single-cell gene expression data  
1045 analysis. *Genome Biol* **19**, 15 (2018).

1046 95. Young, M. D. *et al.* Single-cell transcriptomes from human kidneys reveal the cellular identity  
1047 of renal tumors. *Science* **361**, 594–599 (2018).

1048 96. Blighe, K., Rana, S. & Lewis, M. EnhancedVolcano: Publication-ready volcano plots with  
1049 enhanced colouring and labeling. R package version 1.14.0.,

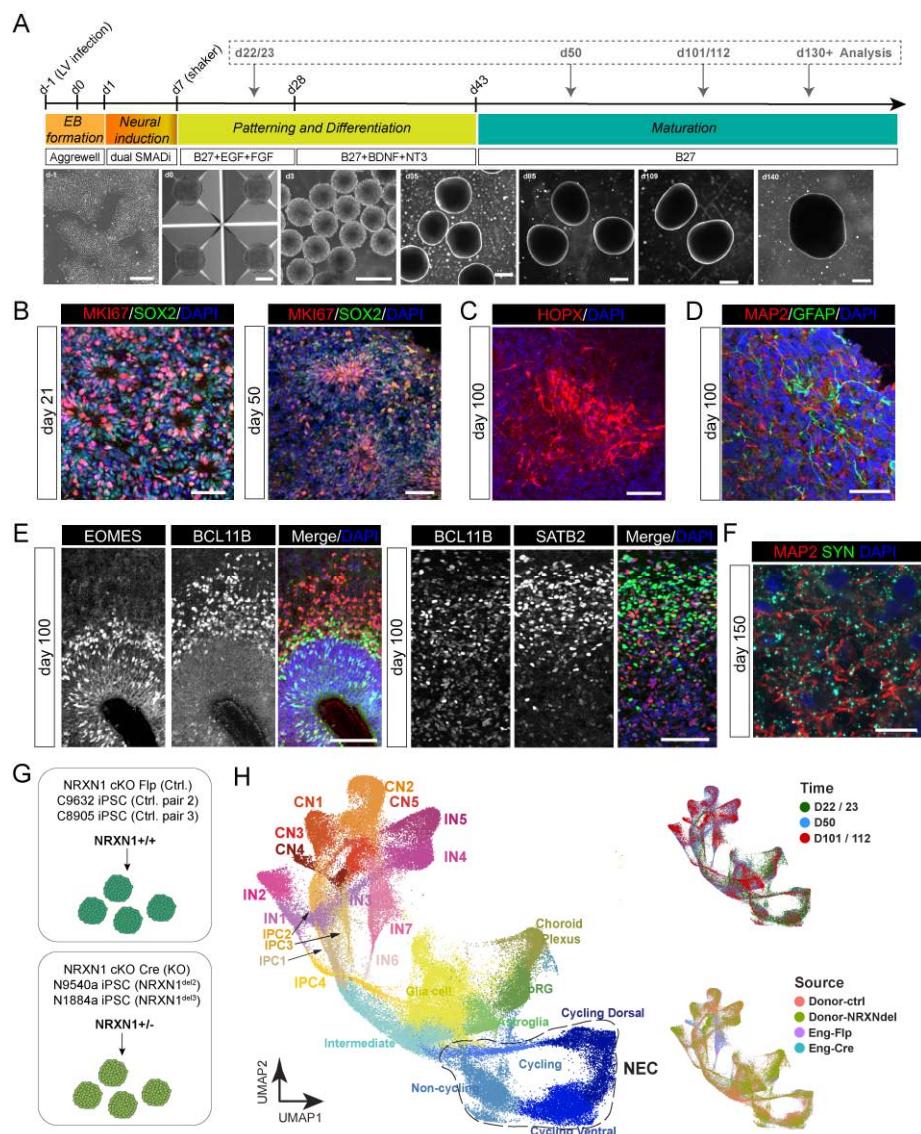
1050 97. Jin, K. *et al.* An interactive single cell web portal identifies gene and cell networks in COVID-  
1051 19 host responses. *iScience* **24**, 103115 (2021).

1052 98. Kaimal, V., Bardes, E. E., Tabar, S. C., Jegga, A. G. & Aronow, B. J. ToppCluster: a multiple  
1053 gene list feature analyzer for comparative enrichment clustering and network-based  
1054 dissection of biological systems. *Nucleic Acids Res* **38**, W96-102 (2010).

1055

1056 **Figures and figure legends**

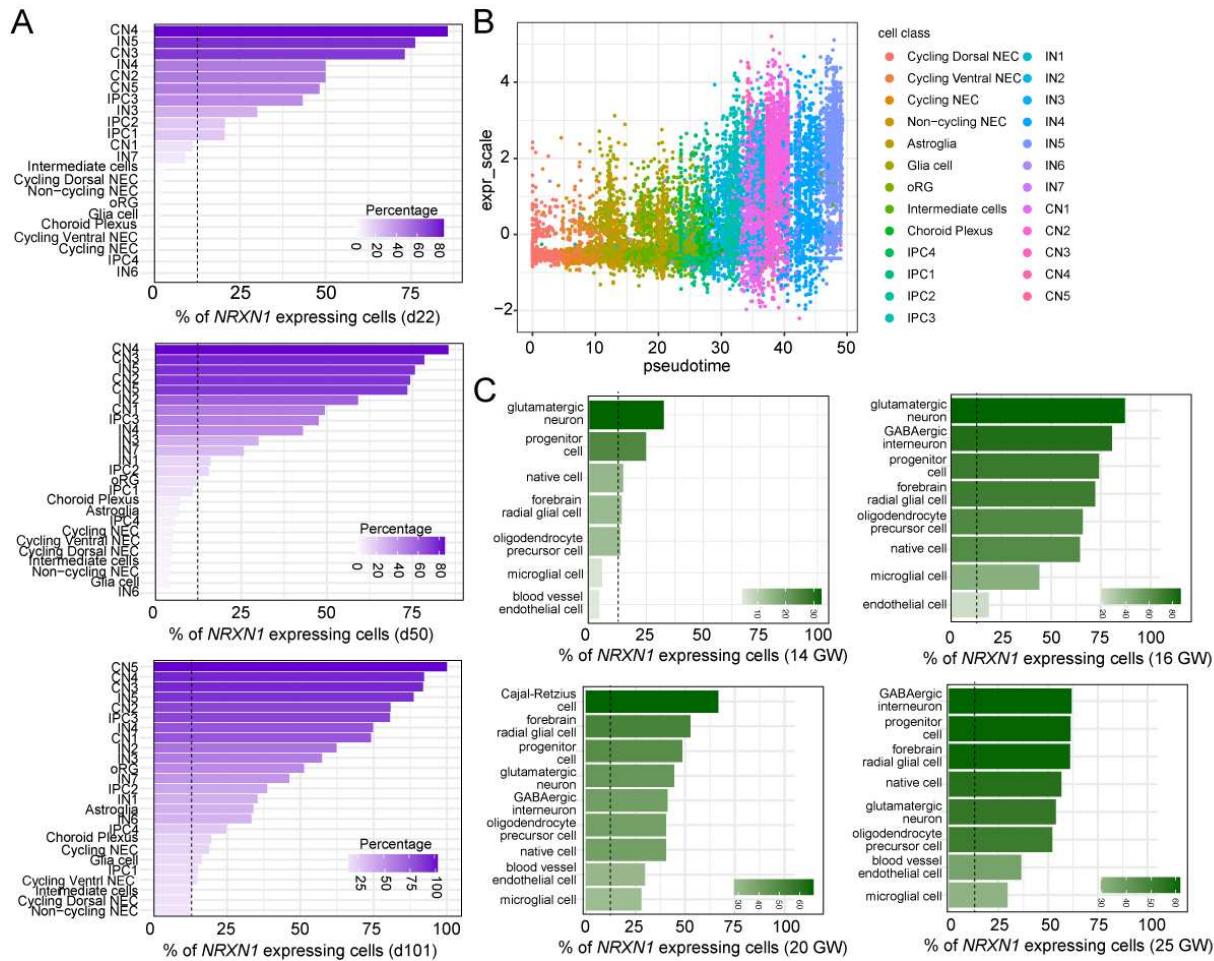
1057



1058

1059 **Figure 1. Generation of forebrain organoids from genetically engineered NRXN1 cKO**  
 1060 **hESCs and donor derived iPSCs.**

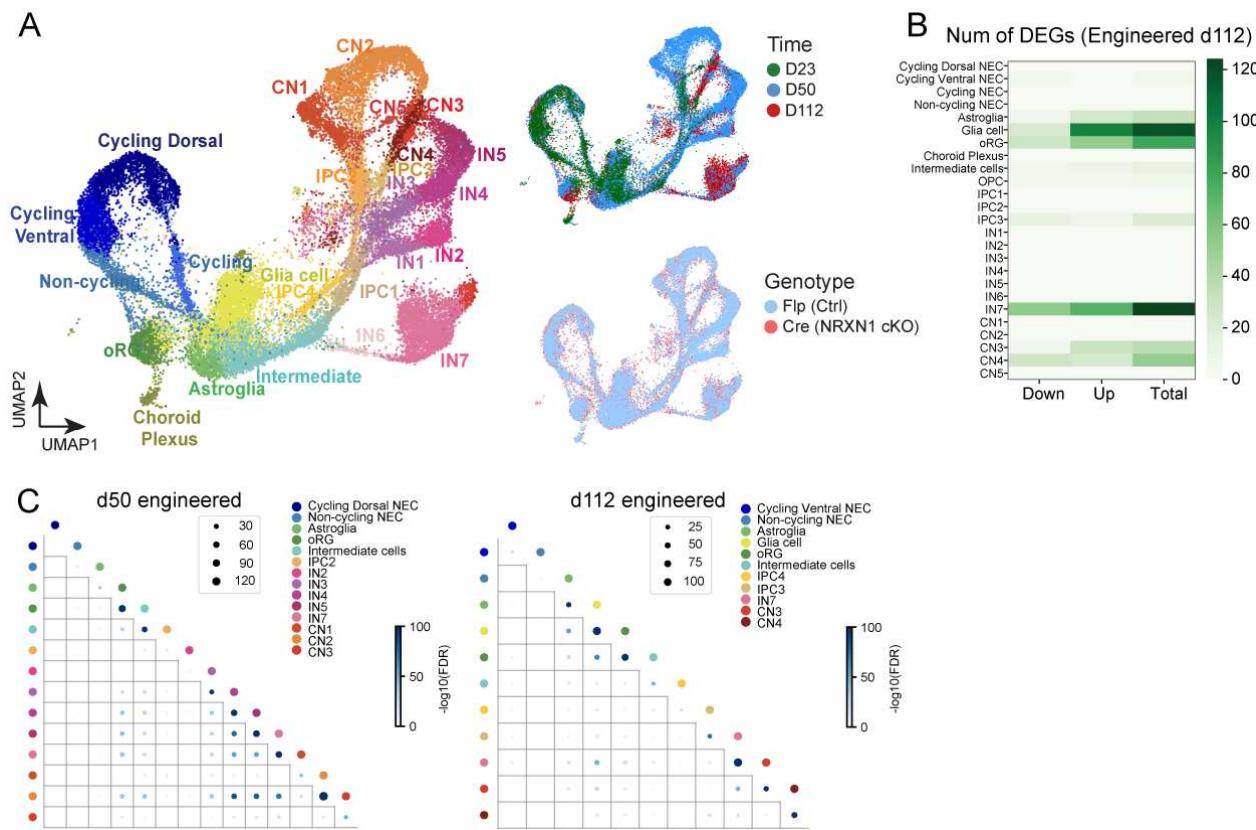
1061 (A) Schematic of brain organoid generation protocol and the corresponding representative  
 1062 brightfield images over development. Scale bars – 250  $\mu$ m for d-1, 0, 3; 100  $\mu$ m for d35+. (B-F)  
 1063 Representative confocal images of brain organoid sections immunostained with antibodies  
 1064 against key markers across time points. Scale bars – 50  $\mu$ m (B, D), 100  $\mu$ m (C, E) 50  $\mu$ m (F). (G)  
 1065 Schematic showing genotypes used for scRNAseq. (H) Uniform Manifold Approximation and  
 1066 Projection (UMAP) showing distributions of cell classes (left), time points (top right) and genotypes  
 1067 (bottom right) of the integrated single-cell data. Abbreviations: neural precursor cells (NECs);  
 1068 outer radial glial cells (oRG); intermediate precursor cells (IPC); cortical excitatory neurons (CN);  
 1069 and cortical GABAergic inhibitory neurons (IN).



1070 **Figure 2. Single cell expression of NRXN1 transcripts in the developing human fetal cortex**  
1071 **and forebrain organoids.**

1072 (A) Percentage of *NRXN1*-expressing cells in each cell class from D22, D50, and D101 control  
1073 donor-derived brain organoids (combined data from 2 control iPSC lines). Quantification of  
1074 *NRXN1* mRNA expression for each class is shown as a percentage of *NRXN1* expressing cells.  
1075 The dotted line represents  $\geq 12.5\%$  of cells out of the entire cell population. (B) *NRXN1* mRNA  
1076 expression (Seurat scaled expression values) across pseudotime in control donor-derived brain  
1077 organoids. A higher pseudotime value indicates greater maturity as indicated by the number of  
1078 various neuronal cell classes (Methods). The legend for each class is shown to the right. (C) Bar  
1079 graphs showing the percentage of *NRXN1* expressing cells in the human fetal tissue from 14,  
1080 20, and 25 GWs. Data was mined from the human neocortex single-cell transcriptome study (14-  
1081 25 GWs; Badhuri et al., 2021). The dotted line represents  $\geq 12.5\%$  of cells out of the entire cell  
1082 population.

1083

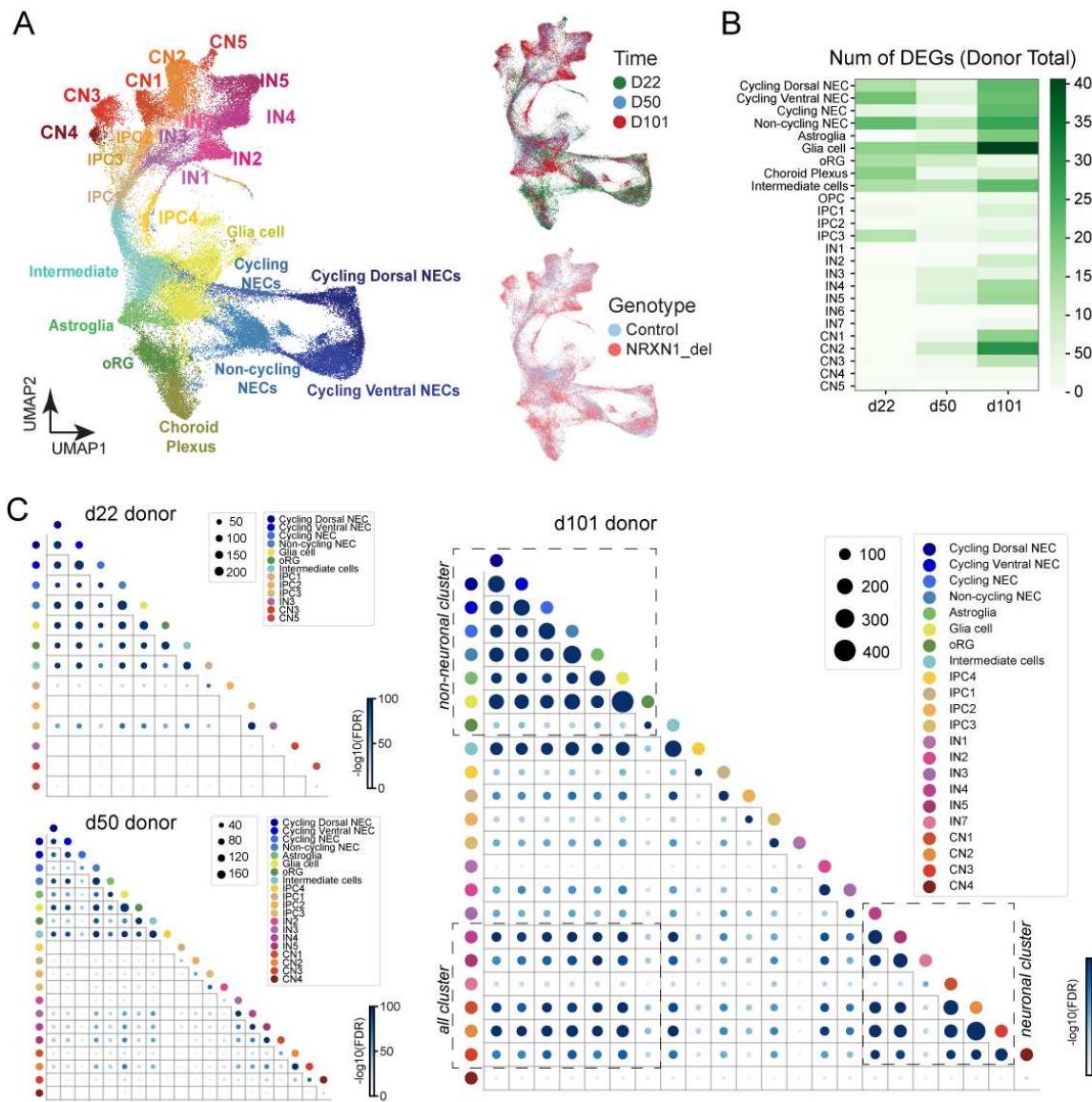


1084

1085 **Figure 3. Perturbation effects of *NRXN1* isogenic CNVs.**

1086 (A) UMAPs showing distributions of cell classes (left), time points (top right), and genotypes  
 1087 (bottom right) of *NRXN1* cKO engineered brain organoids. (B) Heatmap showing the number of  
 1088 DEGs in each cell class of D112 engineered brain organoids. Down-regulated, up-regulated and  
 1089 total DEGs are shown separately. (C) The size and color of each dot in the dot plots show the  
 1090 number and significance of overlapping DEGs for each comparison of two cell classes in D50  
 1091 (left) and D112 (right) engineered organoids. The significance was measured by  
 1092  $-\log_{10}(FDR \text{ adjusted } p \text{ values})$  of hypergeometric tests (see Methods).

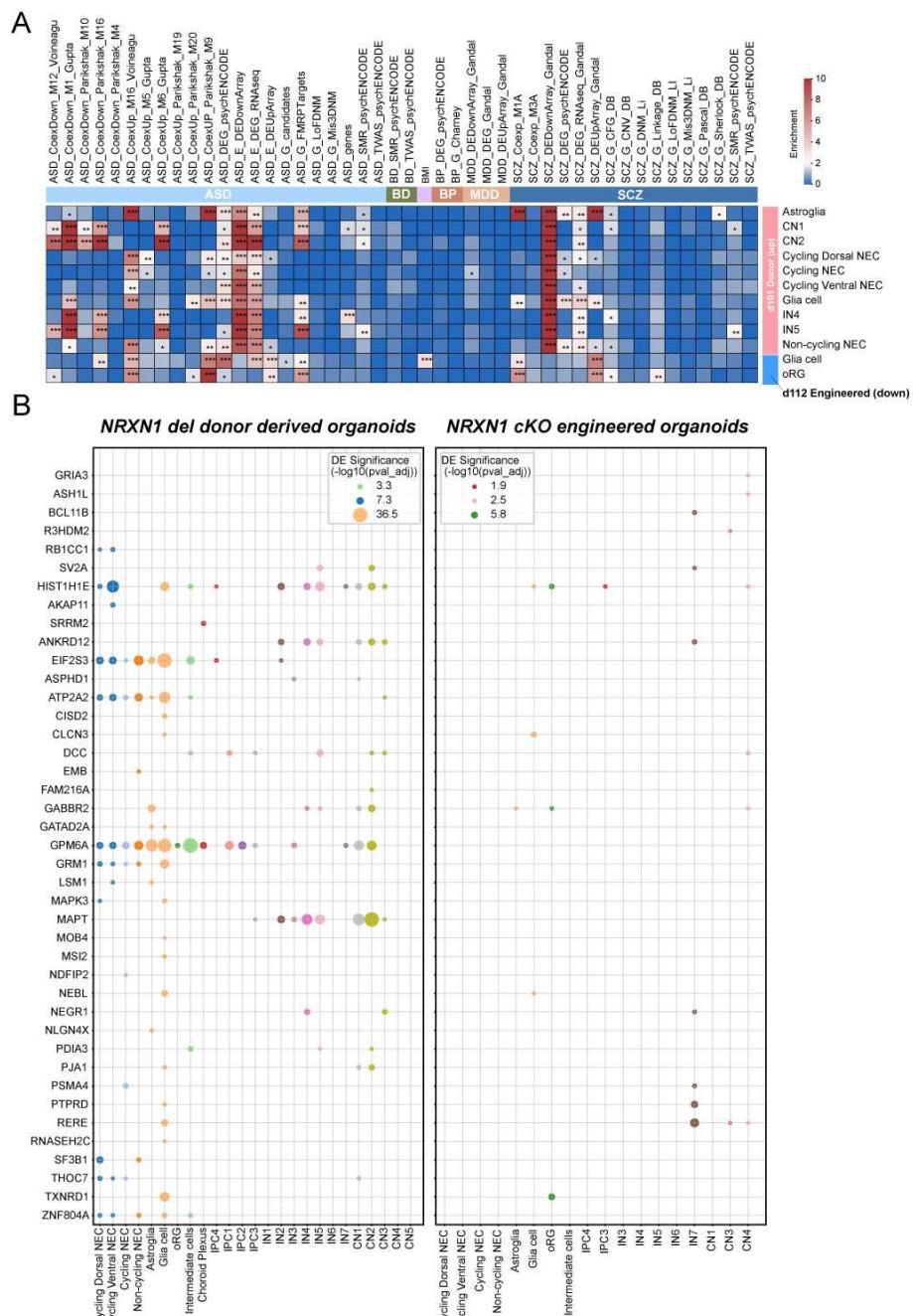
1093



1094

1095 **Figure 4. Perturbation effects of SCZ associated *NRXN1* CNVs.**

1096 (A) UMAPs showing distributions of cell classes (left), time points (top right), and genotypes  
 1097 (bottom right) of SCZ-*NRXN1*<sup>del</sup> donor derived brain organoids. (B) Heatmap showing the total  
 1098 number of DEGs in each cell class and each time point of donor brain organoids. (C) The size  
 1099 and color of each dot in the dot plots show the number and significance of overlapping DEGs for  
 1100 each comparison of two cell classes in D22 (top left) and D50 (bottom left) and D101 (right) of  
 1101 donor brain organoids. Three representative gene clusters were highlighted in dotted boxes.  
 1102



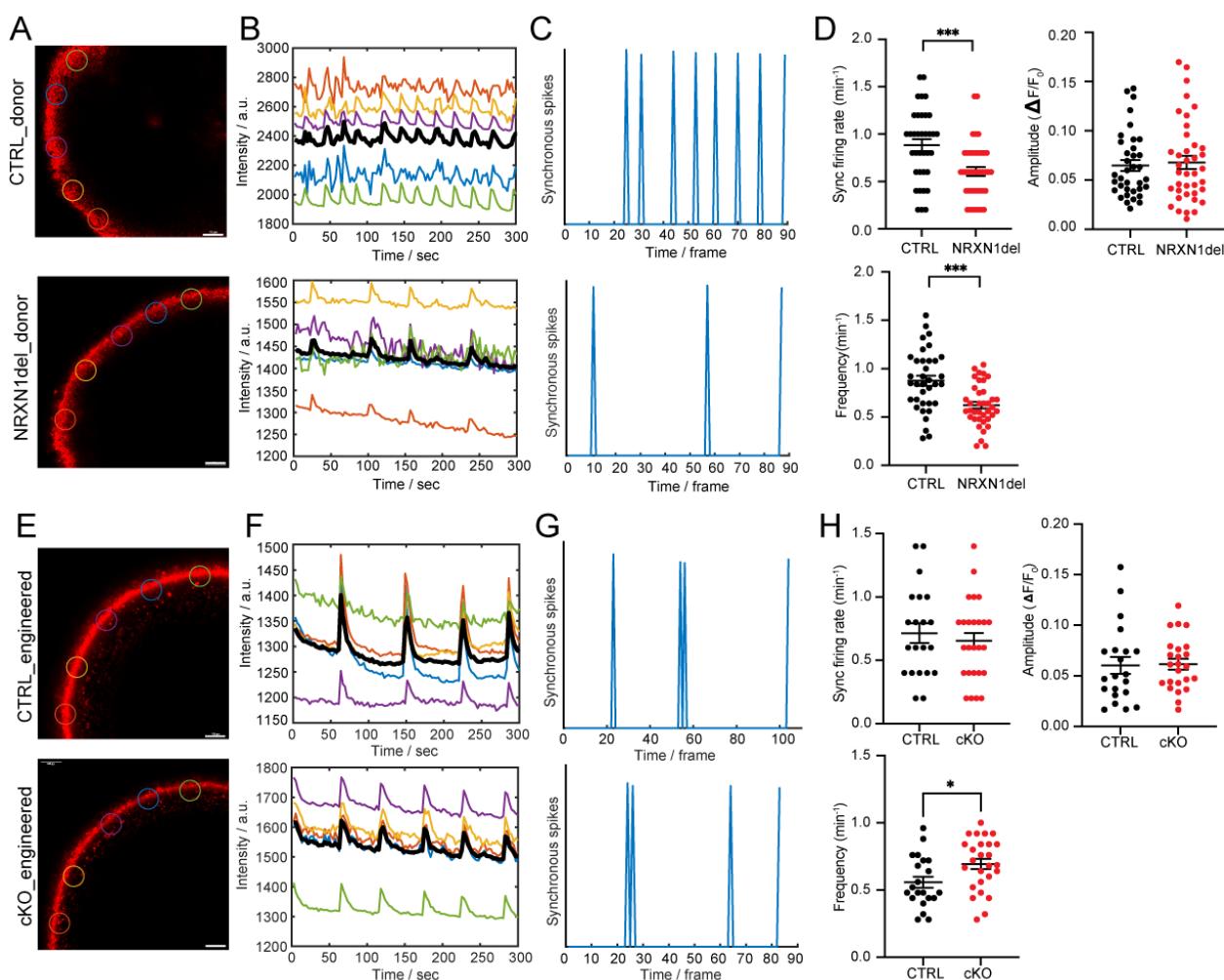
1103

1104 **Figure 5. Differential effects of disease enrichment.**

(A) Heatmap showing gene enrichment analyses of DEGs from cells of both brain organoid types (engineered and donor derived brain organoids) (rows) using neurological disorder gene sets in several categories (autism spectrum disorders, ASD; bipolar disorder, BP and BD; mood disorder, MDD; schizophrenia, SCZ) (columns). Body Mass Index (BMI) was used as control. Significance scores were defined as  $-\log_{10}(FDR \text{ adjusted } p \text{ values})$  to represent the associations between DEG sets and neurological disorders. Scores were trimmed to 0~10 (see Methods). Significance levels were represented by numbers of asterisks (\*: adjusted p values < 0.05; \*\*: adjusted p values

1112 < 0.01; \*\*\*: adjusted p values < 0.001). (B) Significance of differential expression of prioritized  
1113 genes obtained from PGC wave 3 and SCHMEA consortium<sup>51,63</sup>. The size of each dot represents  
1114 the level of DE significance of each gene in each cell class of D101 donor brain organoids (left)  
1115 and D112 engineered brain organoids (right).  
1116

1117



1118

1119 **Figure 6. Impaired neuronal network activities in brain organoids carrying NRXN1 CNVs.**  
1120 Intact isogenic *NRXN1* cKO and SCZ-*NRXN1*<sup>del</sup> donor derived organoids (*NRXN1*<sup>del3</sup> (N1884a  
1121 iPSC), control pair 3 (C8905 iPSC)) at days 130-160 were used for  $\text{Ca}^{2+}$  imaging using X-Rhod-  
1122 1 dye. Representative confocal images of brain organoids during live  $\text{Ca}^{2+}$  imaging (A, E). Colored  
1123 circles represent regions of interest (ROI) selected for analysis. Corresponding colored raw  
1124 intensity traces are shown in the boxed graphs with averaged intensities plotted in bolded black  
1125 (B, F). Representative averaged synchronous spikes for each genotype are shown in C and G.  
1126 Averaged data for synchronous firing rates (number of detected synchronous spikes/minute)  
1127 representative of network activity, as well as amplitudes ( $\Delta F/F_0$ ) and frequencies (total number of  
1128 detected peaks/minute) of spontaneous spike activity, are shown in scatter plots (D, H). Each  
1129 data point represents averaged data from a single field of view (FOV) consisting of 4-5 ROIs per  
1130 FOV. At least 4-6 FOVs were taken from each organoid and 4-7 organoids per genotype were  
1131 used for experiments. Error bars represent S.E.M. Statistical significance is represented by  
1132 asterisks: \*p < 0.05, \*\*\*p < 0.001.